

ASX RELEASE

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Karooon prices US\$350m Second-Priority Senior Secured Notes offering

Karooon Energy Limited (ASX: KAR), through its wholly-owned subsidiary, Karoon USA Finance Inc., has priced an offer of US\$350 million aggregate principal amount of Second-Priority Senior Secured Notes (Notes) at a coupon of 10.5%. The Notes, which will mature in May 2029, will be guaranteed by Karoon and certain wholly-owned subsidiaries of Karoon. Karoon intends to apply the net proceeds towards the repayment of drawn amounts under its reserve-based lending facility, with the remaining net proceeds to be used for general corporate purposes.

Karooon expects settlement of the Notes to occur on 14 May 2024, New York time, subject to customary closing conditions. This announcement does not constitute an offer to sell, or the solicitation of any offer to buy, any Notes or other securities. The offer and sale of the Notes have not been registered under the US Securities Act or the securities laws of any other jurisdiction. The Notes may not be offered or sold in the United States without registration under the US Securities Act or unless offered and sold pursuant to an applicable exemption from such registration requirements.

Guidance for 'Finance Costs and Interest' (net of interest income) has been revised from US\$27 – 31 million to US\$36 – \$44 million, subject to free cash flow assumptions, which are materially influenced by price fluctuations in Karoon's traded commodities.

This announcement was authorised by the CEO and Managing Director of Karoon Energy Ltd.

ABOUT KAROON ENERGY LTD

Karooon Energy Ltd. is an international oil and gas exploration and production company with assets in Brazil, the United States of America and Australia and is an ASX listed company.

Karooon's vision is to be a leading, independent international energy company that adapts to a dynamic world in an entrepreneurial and innovative way. Karoon's purpose is to provide energy safely, reliably and responsibly, creating lasting benefits for all its stakeholders.