NuEnergy
ABN 50 009 126 238

QUARTERLY REPORT

September 2020

HIGHLIGHTS

- **Continuing efforts to secure approval for Tanjung Enim Contract Amendment to Gross Split and Plan of Development 1**
- **Preparation of drilling MU005 Twin well is under way for Muralim PSC**
- **Fosterville gold royalty disposal completed**

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Operations Report

During the quarter, NuEnergy's operations were mainly focused on efforts to secure approval of Tanjung Enim Gross Split Production Sharing Contract ("PSC") and Plan of Development 1 ("POD 1"). However, the effect of the Covid-19 pandemic slowed progress of NuEnergy's exploration activities.

In addition, as announced on 28 September 2020, the Fosterville gold royalty disposal settled during the quarter. The proceeds from the completion, comprising cash of $2 million and 467,730 shares in Metalla worth about $5.4 million as at 14 October 2020, will bring fresh new funds that will reinvigorate NuEnergy and enable NuEnergy to advance the development of its unconventional gas assets in the highly prospective area in South Sumatra, Indonesia. Furthermore, the Metalla shares will provide exposure to any increase in the gold price in the near to long term and will provide further liquidity/funds to NuEnergy when sold for cash.

Tanjung Enim PSC
South Sumatra, Indonesia
NuEnergy Interest: 45%
Operator: Dart Energy (Tanjung Enim) Pte Ltd (a subsidiary of NuEnergy)

NuEnergy continued with its engagement with the Government of Indonesia to secure approval of Tanjung Enim Gross Split PSC and POD 1. The ongoing discussions and engagements with the PSC partners, the Special Task Force for Upstream Oil and Gas Business Activities ("SKK Migas"), the Directorate General of Oil and Gas ("Migas") and the Ministry of Energy and Mineral Resources ("MEMR") office represent the final stage towards the Tanjung Enim POD 1 approval.

The grant of Tanjung Enim POD 1 will be the first Coalbed Methane POD to be approved in Indonesia and will serve as a milestone for the Indonesian CBM industry.

Muralim PSC
South Sumatra, Indonesia
NuEnergy Interest: 100%
Operator: Dart Energy (Muralim) Pte Ltd (a subsidiary of NuEnergy)

NuEnergy is working with SKK Migas to finalise a workscope to drill a twin well to the MU005 well in an effort to prepare for the Exploration Status Decision (PSE) stage and POD submission by end of May 2021.

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ABOUT NUENERGY GAS LIMITED

NuEnergy is an independent clean energy company focused on the development of Indonesian unconventional gas assets.

We were established with the goal of providing investors with superior value by safely, reliably and sustainably supplying clean energy to meet the growing energy demands of Indonesia, one of the world's fastest growing economies and energy consuming markets.

We hold six onshore Production Sharing Contracts (PSCs), across South Sumatra, Central Sumatra and East Kalimantan. We are now fully focused on quickly moving our high value unconventional gas assets from exploration to development stage, monetizing their reserves, delivering shareholder return and in turn working capital to fund future developments and strategic acquisitions.

NuEnergy has a clear strategy to drive future growth and maximise shareholder return. We are fully committed to complete our Plan of Development (POD) on our Tanjung Enim PSC, move to commercialization and first gas production.

We are proud to be a pioneer of Indonesia's clean energy industry, helping deliver reliable and robust energy supply to the people and businesses of Indonesia. Our focused strategy ensures we will soon become a significant Indonesian gas producer, maximizing shareholder value and return at every opportunity.

Shareholder Enquiries
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