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Frontier completes $11.5 million placement

Frontier Energy Limited (ASX: FHE; OTCQB: FRHYF) (**Frontier** or the **Company**) is pleased to announce that it has received binding commitments from professional and sophisticated investors to raise $11.5 million under a placement of 46 million new fully paid ordinary shares (**New Shares**) at a price of $0.25 per New Share (**Placement**).

HIGHLIGHTS

- **Firm commitments to raise $11.5 million (before costs) under a placement to professional and sophisticated investors**
- **Placement includes the issue of one attaching option for every two New Shares issued, exercisable at $0.40, expiring 2-years from the date of issue (Attaching Options)**
- **Funds from the Placement allow for the Company to complete the debt financing process, and fund the security deposit required under the Reserve Capacity Mechanism[1] for the Stage One development of the Waroona Renewable Energy Project**
- **Reserve Capacity payments for Stage One provide the guaranteed revenue that is essential for project financing[1]**
  - *Stage One is forecasted to receive reserve capacity payments of $32 million per year or $160 million during the first five years of production[1]*
  - *Revenue received from capacity credits is in addition to revenue from energy sales and other market opportunities available to the Project[1]*

Details of the Placement

The Placement comprises the issue of 46 million New Shares at a price of $0.25 per New Share to raise $11.5 million (before costs), as follows:

- Under the Company's existing capacity in accordance with ASX Listing Rule 7.1, the Company will issue approximately 30 million New Shares at price of $0.25 per New Share, raising a total of approximately $7.5 million before costs;
- Under the Company's existing capacity in accordance with ASX Listing Rule 7.1, the Company will issue approximately 15 million Attaching Options, exercisable at $0.40, expiring 2 years from the date of issue; and
- The issue of 16 million New Shares and 8 million Attaching Options to Frontier directors will be subject to the approval of Frontier shareholders at a general meeting expected

[1] See ASX announcement dated 22 October 2025.

to be held in January 2026 (**General Meeting**). Further details on the General Meeting will be provided in the notice of meeting to be despatched to shareholders shortly.

The price of $0.25 per New Share represents a:

- 3.85% discount to the last closing price of Frontier shares before announcing the Placement, of $0.26 on Friday, 5 December 2025; and
- 10.6 % discount to the 10-day volume weighted average price of $0.28 per share, up to and including Friday, 5 December 2025.

Settlement of New Shares issued under ASX listing Rule 7.1 is expected to occur on Tuesday, 16 December 2025, with New Shares to be allotted on Wednesday, 17 December 2025.

New Shares issued under the Placement will rank equally with the Company's existing fully paid ordinary shares from the date of issue.

Euroz Hartleys Limited and Bell Potter Securities Limited acted as joint lead managers and Canaccord Genuity (Australia) Limited as co-manager to the Placement. The Placement is not underwritten.

The offer of the Attaching Options will be the subject of a transaction specific prospectus that is expected to be released to ASX and lodged with ASIC on Tuesday, 16 December 2025.

Use of Funds

The proceeds from the Placement will be applied to:

- The security deposit required under the Reserve Capacity Mechanism;
- Completing the debt finance process; and
- Corporate costs and working capital.

Indicative timetable for the Placement

The following table sets out the indicative dates for the Placement, and the issue of New Shares and Attaching Options under the Placement.

Event	Date[1]
Trading halt lifted, announcement of completion of Placement, resumption of trading of Frontier shares	Tuesday, 9 December 2025
Settlement of New Shares issued under ASX Listing Rule 7.1	Tuesday, 16 December 2025
Lodgement of Prospectus with ASIC and ASX for Attaching Options	Tuesday, 16 December 2025
Allotment of New Shares and lodgement of Appendix 2A	Wednesday, 17 December 2025

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Event	Date[1]
Dispatch of notice of meeting and proxy form for the General Meeting	Friday, 19 December 2025
General meeting to: • Ratify the issue of New Shares and Attaching Options under ASX Listing Rule 7.1 • Approve the issue of New Shares and Attaching Options to Frontier directors	Monday, 19 January 2026
Settlement of New Shares issued to Frontier directors	Wednesday, 21 January 2026
Allotment of New Shares and Attaching Options to Frontier directors Quotation and trading of New Shares issued to Frontier directors	Thursday, 22 January 2026

1. All dates and time are indicative, and Frontier reserves the right to amend any or all of these events, dates and times subject to the Corporations Act 2001 (Cth), ASX Listing Rules and other applicable laws. All times and dates are in reference to AWST time. Settlement of the issue of New Shares to Frontier directors is subject to the completion of the issue of New Shares under ASX Listing Rules 7.1 and 7.1A and shareholder approval being obtained for the issue of New Shares to Frontier directors.

Authorised for release by Frontier Energy's Board of Directors.

To learn more about the Company, please visit www.frontierhe.com, or contact:

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