ASX ANNOUNCEMENT
31 March 2026

PLACEMENT AND RIGHTS ISSUE TO RAISE UP TO ~$5.2 MILLION TO FUND INNAMINCKA DRILLING PROGRAM

HIGHLIGHTS

- **Commitments received for a placement raising $1.0 million (before costs)**
- **Non-renounceable Rights Issue to eligible shareholders to raise up to ~ $4.2 million**
- **Total funding of up to ~ $5.2 million to support Innamincka drilling program and working capital**
- **Drilling program located within Innamincka gas system with access to existing infrastructure**
- **Program targets near-term production and cash flow from new and existing wells**

Red Sky Energy (**ROG: ASX**) (**Red Sky** or **the Company**) is pleased to announce it has received firm commitments to raise $1.0 million (before costs) through a placement of new fully paid ordinary shares (**Placement**) alongside an additional proposed non-renounceable pro rata entitlement offer (Rights Issue) to raise up to approximately $4.2 million.

Total funding of up to approximately $5.2 million is intended to support the Company's participation in a Santos-operated drilling program within the Innamincka Dome, Cooper Basin, South Australia.

Red Sky Managing Director, Andrew Knox, commented:

> *"The Placement was well supported and positions Red Sky to participate in the next phase of drilling at Innamincka alongside Santos. The program includes three wells within a producing system with existing infrastructure, providing a clear pathway to near-term production and cash flow from both new and existing wells."*

Placement

The Placement comprises the issue of 1,000,000,000 new fully paid ordinary shares at an issue price of $0.001 per share to raise gross proceeds of $1.0 million. The Placement was well supported by new and existing sophisticated and professional investors.

The Placement will be completed in two tranches:

- Tranche 1: 800,000,000 shares, which are to be issued under the Company's placement capacity under ASX Listing Rule 7.1
- Tranche 2: 200,000,000 shares, being participation by Directors (and/or their nominee(s)), to be issued subject to shareholder approval, which will be sought at the upcoming annual general meeting

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CPS Capital Group Pty Ltd (**CPS Capital**) acted as Lead Manager and Broker to the Placement. Details of the fees proposed to be paid to CPS Capital for acting as Lead Manager and Broker to the Placement are set out in the Appendix 3B released to ASX at or about the same time as this announcement.

Rights Issue

In addition to the Placement, ROG intends to conduct a non-renounceable pro rata entitlement offer (**Rights Issue**) to raise up to approximately AU$4.2 million (before costs). Two (2) new shares under the Rights Issue will be offered for every three (3) shares held on the record date by eligible shareholders (being shareholders with a registered address in Australia, New Zealand or the United Kingdom at the record date) at an issue price of $0.001 per share. The shares forming tranche 1 of the Placement are proposed to be issued prior to the record date of the Rights Issue, and therefore the Placement participants who are eligible shareholders will be able to participate in the Rights Issue, including in respect of the shares issued to them under tranche 1 of the Placement.

Funds raised under the Rights Issue are proposed to be allocated to the same activities as funds under the Placement as described above. CPS Capital has agreed to co-ordinate and lead-manage the Rights Issue. Details of the fees proposed to be paid to CPS Capital for co-ordinating and lead-managing the Rights Issue are set out in the Appendix 3B released to ASX at or about the same time as this announcement.

CPS Capital has advised the Company that it intends to underwrite the Rights Issue subject to a separate Underwriting Agreement. As at the date of this announcement, no Underwriting Agreement has been executed for the Rights Issue. Further details of any underwriting arrangement (including related party sub-underwriting, if any) will be released if any when an Underwriting Agreement is executed.

Use of Funds

Funds from the Placement and Rights Issue are intended to be applied towards:

- Participation in three Santos-operated wells within the Innamincka Dome
- Workover and completion activities at the Killanoola Oil Project
- General working capital and costs of the capital raising

Participation ensures the Company maintains its 20% working interest in the Innamincka Dome licences. The intended application of funds is indicative only and may be subject to change.

Strategic Rationale for Placement and Rights Issue

The Placement enables Red Sky to participate in a Santos-operated drilling program within a producing gas system, with direct access to existing infrastructure and a clear pathway to near-term production. The Placement represents the initial funding component, with the Rights Issue expected to fund the balance of the program. The program is expected to deliver near-term production growth and cash flow, supported by existing producing wells at Yarrow.

Indicative Timetable

An indicative timetable for the Placement and the Rights Issue is set out below:

Event	Date
Trading halt and Placement launch	Monday, 30 March 2026
Announcement of Placement and Rights Issue	Tuesday, 31 March 2026
Resumption of trading	Wednesday, 1 April 2026
Settlement of Tranche 1	8 April 2026
Allotment of Tranche 1 shares	13 April 2026
Lodgement of rights issue offer booklet Notice under section 708AA(2)(f) of the Corporations Act given to ASX	21 April 2026
"Ex" date	23 April 2026
Record date of Rights Issue	24 April 2026
ROG sends offer document and personalised entitlement and acceptance forms to eligible shareholders Rights Issue offer opens	29 April 2026
Last day to extend Rights Issue offer closing date	11 May 2026
Rights Issue closing date	14 May 2026
Unless otherwise determined by ASX, Rights Issue shares quoted on a deferred settlement basis from market open	15 May 2026

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Event	Date
Last day for ROG to announce the result of the Rights Issue, issue the shares taken up in the Rights Issue and lodge an Appendix 2A with ASX to notify ASX of the issue of those shares and apply for quotation (before noon, Sydney time)	21 May 2026
General Meeting (Tranche 2 approval)	28 May 2026
Allotment of Tranche 2 shares (assuming shareholder approval)	10 June 2026

The above dates are indicative only and subject to change without notice.

-ENDS-

Released with the authority of the board.

For further information on the Company and our projects, please visit:

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Forward Looking Statements

Various statements in this report constitute statements relating to intentions, future acts and events. Such statements are generally classified as forward-looking statements and involve unknown risks, expectations, uncertainties and other important factors that could cause those future acts, events and circumstances to differ from the way or manner in which they are expressly or impliedly portrayed herein.

Some of the more important of these risks, expectations and uncertainties are pricing and production levels from the properties in which the Company has interests and the extent of the recoverable reserves at those properties. In addition, the Company has a number of exploration permits. Exploration for oil and gas is expensive, speculative and subject to a wide range of risks. Individual investors should consider these matters in light of the personal circumstances (including financial and taxation affairs) and seek professional advice from their accountant, lawyer or other professional advisor as to the suitability for them of an investment in the Company.

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