

17 March 2023

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CLOSURE OF ENTITLEMENT OFFER AND NOTIFICATION OF SHORTFALL

HIGHLIGHTS

- **Entitlement Offer closed raising approximately ~A\$2.75 million representing an approximate take-up of 65%**
- **Funding will be applied to the Half Moon project and working capital**
- **Shortfall to be placed by Lead Manager Foster Stockbroking and CPS Capital**

Black Mountain Energy Ltd (**Company**) is pleased to release the results of the renounceable pro-rata entitlement offer to Eligible Shareholders (defined below) ("**Entitlement Offer**") announced to the ASX on 20 February 2023, which closed on 10 March 2023.

The Company received valid applications, on a pro-rata entitlement basis, to subscribe for 92,396,880 new fully paid ordinary shares ("**New Shares**") representing \$2.309 million of gross proceeds from Eligible Shareholders.

In addition, Eligible Shareholders and eligible investors invited by the Company ("**Eligible Investors**") have applied under the Shortfall Offer, for 17,631,176 additional New Shares or approximately \$0.44 million in additional gross proceeds.

Together this represents an approximate take-up of 65%

On completion of the Entitlement Offer, the Company has raised a total of approximately \$2.75 million (before costs), to fund the Half Moon project, working capital, and the expenses of the Entitlement Offer.

The New Shares not taken up by Eligible Shareholders under the Entitlement Offer totalling ~\$1.5 million are capable of being placed by the Company for a period of 3 months. The Company has commenced a process with Foster Stockbroking Pty Ltd and CPS Capital Pty Ltd to place the shortfall in accordance with the allocation policy described in the Entitlement Offer booklet.

Black Mountain's Chief Operating Officer, Michael Laurent commented:

"On behalf of the Board of Directors, I wish to thank all shareholders for their ongoing support of the Entitlement Offer, including the support from our major shareholder Mr Rhett Bennett.

The Company is at an exciting stage of growth with the Half Moon project providing investors with access to a producing asset.

I thank all shareholders for their continued support of our strategic vision."

Results of the Entitlement Offer

The Entitlement Offer was offered to all shareholders on the register of members at the Record Date, being 5:00 pm (AWST) on 24 February 2023 ("**Eligible Shareholders**").

The Entitlement Offer was on the basis of two (2) New Share for every three (3) shares held at an issue price of \$0.025 to raise up to A\$4.25 million (before costs).

The final results of the Entitlement Offer are summarised in the table below.

	Funds Raised (\$)	New Shares
Entitlements taken up by Eligible Shareholders under the Entitlement Offer	\$2,309,922.00	92,396,880
Shortfall Shares applied for by Eligible Shareholders	\$60,779.40	2,431,176
Shortfall Shares applied for by Eligible Investors (to be issued shortly)	\$380,000	15,200,000
Total shares applied for	\$2,750,701.40	110,028,056
Remaining Shortfall Shares	\$1,499,293.60	59,971,744

Issue of New Shares

The New Shares to Eligible Shareholders are expected to be issued on Friday 17 March 2023, with New Shares to Eligible Investors to be issued in due course.

For more information, please contact:

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This ASX announcement was approved and authorised for release by the Board of Black Mountain Energy Ltd.

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