



ASX ANNOUNCEMENT

5 July 2021

Q4 OIL SALES SUBSTANTIALLY EXCEED FORECAST

Fremont Petroleum Corporation Ltd (ASX: FPL) ('Fremont', 'Company') is pleased to report that oil sales for Q4 FY2021 totalled 24,230 BBL, a ~20% increase on the 20,500 BBL sales forecast announced on 9 June 2021.

Concurrently, unsold oil inventory at the end of the quarter remains robust at ~22,747 BBL. This is despite production during the period being impeded by several refinery and logistics outages; some leases in the Trey and MHP portfolio being temporarily offline due to scheduled maintenance works and limited production from the Colorado leases due to gas flaring restrictions which reduce associated oil production.

Towards the end of the quarter, our cost focus delivered a US\$2.00/BBL saving on transportation costs whilst improving reliability and flexibility by internalising certain haulage activities. The Company's newly leased tankers (see *Image 1*) have the capacity to haul 350 BBL of oil with each load.

While the increase in oil sales and the limited quarter-on-quarter drawdown on unsold inventory is encouraging, the Company is intensifying efforts to enhance daily output and ensure more production reliability across all leases. Low-cost well work across the Trey and MHP leases are the key targets to increase oil production.

Non-executive Chairman Simon Johnson commented: *"Despite production being somewhat pressured during the quarter, we are satisfied with the oil sales we recorded and the reliable revenue stream oil production provides across our business, particularly with WTI trading at ~US\$75.00 a barrel. Sales remain strong, we have maintained a large and valuable unsold inventory pool and we now have a much more dependable transport and logistics solution in place in Kentucky.*

"These results reported don't reflect the current production capacity of our leases, or indeed their future potential. While natural gas production is presently a much larger revenue stream for Fremont, we are making a concerted effort to grow oil revenue substantially."

The sales and inventory numbers reported today do not include Trey's performance for the last six days of June and these will be included in the June quarterly cash flow and operations filing which will be released in the coming weeks.

This announcement has been authorised by the Board of Fremont Petroleum Corporation Limited.

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IMAGE 1: NEWLY LEASED MHP TANKERS OPERATED BY EXISTING MHP PERSONNEL

END

FURTHER INFORMATION

Simon Johnson, Non-Executive Chairman: 0417 478 818

Sam Jarvis, Non-Executive Director: 0418 165 686

ABOUT FREMONT PETROLEUM CORPORATION, LIMITED

Fremont Petroleum Corporation Limited (ASX: FPL) is an oil & gas production and development company with operations in Colorado, Illinois, Kentucky, Tennessee and Virginia. FPL's focus is to aggressively grow daily production by improving current asset performance and opportunistically acquiring onshore USA oil & gas assets with the following characteristics: producing conventional oil & gas wells; production that can be enhanced through low-cost field operations and workovers; leases which are held by production and which do not require ongoing drilling commitments; and economies of scale which can be achieved by acquiring and carrying out similar enhancement strategies on contiguous or nearby fields with similar characteristics.

DISCLAIMER

This announcement contains or may contain "forward looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21B of the Securities Exchange Act of 1934. Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, goals, assumptions or future events or performance are not statements of historical fact and may be "forward looking statements." Forward looking statements are based on expectations, estimates and projections at the time the statements are made that involve a number of risks and uncertainties which could cause actual results or events to differ materially from those presently anticipated. Forward looking statements in this action may be identified through the use of words such as "expects", "will," "anticipates," "estimates," "believes," or statements indicating certain actions "may," "could," or "might" occur. Hydrocarbon production rates fluctuate over time due to reservoir pressures, depletion, down time for maintenance and other factors. The Company does not represent that quoted hydrocarbon production rates will continue indefinitely.

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