

19 February 2025

UPDATE TO SHAREHOLDERS

TWINZA OIL LIMITED ACN 111 551 403 (RECEIVERS AND MANAGERS APPOINTED) ("the Company")

Dear Shareholders,

Proposed financial restructuring of the Company

On 19 February 2025, the Company's Senior Lenders issued a proposal for a debt for equity swap to deleverage the Company. This proposal is to be actioned by way of a creditors scheme of arrangement ("Scheme") pursuant to section 411 of the *Corporations Act 2001* (Cth) ("Corporations Act").

The aim of the Scheme is to provide a sustainable corporate framework for the future of the Company, to facilitate the development of the Company's flagship Pasca A Gasfield in Papua New Guinea ("Project"), and to maintain the Company's status as a going concern.

On that same date, Hayden White and Ian Francis of FTI Consulting were appointed joint and several Receivers and Managers ("Receivers") of the assets and undertakings of the Company pursuant to the terms of security held by Madison Pacific Trust Ltd, on behalf of the Senior Lenders.

A receivership is a process governed by the Corporations Act that allows an independent and suitably qualified person ("a receiver and manager") to be appointed by a secured creditor to take control of all a company's assets and manage a company's affairs. The Receivers will oversee the Company's financial restructuring via the Scheme.

The receivership appointment does not extend to any of the Company's wholly-owned subsidiaries. These entities continue to operate under the control of their respective boards of directors.

Funding in place to enable business-as-usual operations

Shortly following their appointment, the Receivers entered into funding and forbearance agreements with the Company's Senior Lenders to support the continued operations of the Company, and its wholly-owned subsidiaries (collectively "the Group").

The funding and forbearance maintains the Group's solvency throughout the receivership process and allows the Company to continue to meet all of the Group's outstanding and forecast financial commitments in the ordinary course of business, including but not limited to those financial commitments relevant to the progression of the Project, including Group employees, trade suppliers and other creditors.

All operations, including the progression of development activities in respect of the Project, will not be impacted by the receivership appointment and it will be business-as-usual, subject to minor changes to protocols and procedures that are required during a receivership period.

It is anticipated the Scheme, which is administered through a court application process, will be implemented over a timetable of approximately four months. The Company will keep stakeholders informed on the progression of the Scheme throughout the receivership period.