

7 April 2026

Dispatch of Target's Statement

Cue Energy Resources Limited (**ASX: CUE**) (**Cue**) refers to the unsolicited, off-market takeover offer by Horizon Oil Limited (**Horizon**) to acquire all fully paid ordinary shares in Cue that Horizon does not already hold a relevant interest in (the **Offer**).

Cue has today released its target's statement in response to the Offer (the **Target's Statement**).

In accordance with section 110D of the *Corporations Act 2001* (Cth) (the **Corporations Act**) and item 12 of section 633(1) of the *Corporations Act*, Cue has commenced dispatch of the Target's Statement to shareholders as follows:

- Cue shareholders who have nominated an email address for the purposes of receiving electronic communications from Cue will receive an email with a communication providing a link to an electronic copy of the Target's Statement (**Electronic Notice**); and
- Cue shareholders will receive a letter from Cue to their registered postal address, which will contain details of a link to an electronic copy of the Target's Statement (**Access Letter**).

Cue has commenced the dispatch of its Electronic Notice and Access Letter to shareholders (as applicable), and a copy of the Access Letter is enclosed with this announcement.

To request a hard copy of the Target's Statement, please contact the Cue Shareholder Information Line on 1300 560 339 (callers within Australia) or +61 2 8011 0354 (callers outside Australia) between 9.00am and 5.00pm (Melbourne time) on business days.

**Issued by Cue Energy Resources Limited
Authorised by the Independent Board Committee**

Any queries regarding this announcement should be directed to the Company on +61 3 8610 4000 or email mail@cuenrg.com.au.

General Legal Disclaimer

Various statements in this document may constitute statements relating to intentions, opinion, expectations, present and future operations, possible future events, and future financial prospects. Such statements are not statements of fact and are generally classified as forward-looking statements that involve unknown risks, expectations, uncertainties, variables, changes and other important factors that could cause those future matters to differ from the way or manner in which they are expressly or impliedly portrayed in this document. Some of the more important of these risks, expectations, uncertainties, variables, changes, and other factors are pricing and production levels from the properties in which the Company has interests, or will acquire 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 their personal circumstances (including financial and taxation affairs) and seek professional advice from their accountant, lawyer or other professional adviser as to the suitability for them of an investment in the Company.

Except as required by applicable law or the ASX Listing Rules, the Company does not make any representation or warranty, express or implied, as to the fairness, accuracy, completeness, correctness, likelihood of achievement or reasonableness of the information contained in this document and disclaims any obligation or undertaking to publicly update any forward-looking statement or future financial prospects resulting from future events or new information. To the maximum extent permitted by law, none of the Company or its agents, directors, officers, employees, advisors, and consultants, nor any other person, accepts any liability, including, without limitation, any liability arising out of fault or negligence for any loss arising from the use of the information contained in this document.

Reference to "CUE" or "the Company" may be references to Cue Energy Resources Limited or its applicable subsidiaries.

About Cue Energy

Cue Energy Resources Limited is an Australian Securities Exchange (ASX:CUE) listed oil and gas production and exploration company based in Melbourne. Cue's 1H FY26 revenue was \$25.7 million from gas and oil production from the Mahato and Sampang PSCs, Indonesia and Mereenie, Palm Valley and Dingo fields, onshore Australia, and the Maari field, offshore New Zealand.

<https://www.cuenrg.com.au>



CUE
MR SAM SAMPLE
FLAT 123
123 SAMPLE STREET
THE SAMPLE HILL
SAMPLE ESTATE
SAMPLEVILLE VIC 3030

7 April 2026

Dear Shareholder

Target's Statement – Takeover Offer from Horizon Oil Limited

Cue Energy Resources Limited (**Cue**) (ASX:CUE), refers to its previous announcements in respect of the off-market takeover offer by Horizon Oil Limited (**Horizon**) (ASX: HZN) to acquire all fully paid ordinary shares in Cue that Horizon does not already hold a relevant interest in (**Horizon Takeover Offer** or the **Offer**).

In accordance with section 110D of the Corporations Act, this letter sets out how you can access Cue's Target's Statement responding to the Horizon Takeover Offer (**Target's Statement**). The Target's Statement sets out Cue's formal response to, and important information about the Offer, including the Independent Board Committee's unanimous recommendation that you **REJECT** the Offer and **TAKE NO ACTION** in respect of it.

An overview of the Independent Directors' reasons for recommending that Cue Shareholders **REJECT** the Offer is set out over the page. Please refer to the Target's Statement for further information in relation to the Independent Directors' reasons for recommending that Cue Shareholders **REJECT** the Offer.

HOW TO ACCESS THE TARGET'S STATEMENT

Online

The Target's Statement can be accessed via the website below:



www.cuenrg.com.au/site/investor-information/horizon-takeover-offer

Paper

To request a copy of the Target's Statement, please contact the Cue Shareholder Information Line on 1300 560 339 (callers within Australia) or +61 2 8011 0354 (callers outside Australia) between 9.00am and 5.00pm (Melbourne time) on business days

If you request a hard copy of the Target's Statement (see instructions above), it will be mailed to you as follows:

- if you are a Cue Shareholder in Australia – by pre-paid ordinary post; or
- if you are a Cue Shareholder outside Australia – by pre-paid airmail post.

If you have any questions in relation to the Offer or this Target's Statement, please contact the Cue Shareholder Information Line on 1300 560 339 (callers within Australia) or +61 2 8011 0354 (callers outside Australia) between 9.00am and 5.00pm (Melbourne time) on business days.

The Independent Board Committee will continue to keep you fully informed of key material developments in respect of the Offer.

Yours sincerely

Peter Hood AO

Chair of the Independent Board Committee

Reasons to REJECT the Offer

The Independent Board Committee has carefully considered the Offer.

The Independent Directors' reasons for recommending that Cue Shareholders **REJECT** the Offer are:

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- 1 The premium for control implied by the Offer is inadequate**
 - 2 The timing of the Offer is opportunistic, coinciding with Horizon Shares trading at a 10 year high**
 - 3 Based on objective comparative measures, the Offer appears to undervalue Cue relative to Horizon**
 - 4 Cue Shareholders who accept the Offer would suffer significant dilution of their exposure to Cue's key assets**
 - 5 Potential synergies are likely understated by Horizon, and the Offer ascribes minimal value to them**
 - 6 Horizon's debt balance, and its costs, would represent a new material risk for Cue Shareholders who accept the Offer**
 - 7 The Offer is highly conditional and there is no certainty that it will proceed**
 - 8 Cue Shareholders will only receive Capital Gains Tax rollover relief on the scrip consideration if Horizon achieves 80% acceptances**
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Please refer to the Target's Statement for further information in relation to the Independent Directors' reasons for recommending that Cue Shareholders **REJECT** the Offer.

The Target's Statement is an important document and requires your immediate attention. If you are in any doubt about what to do, you should contact your broker or your legal, financial or other professional adviser as soon as possible.