

April 9, 2026

Wells Update for the Drumheller Development in Alberta, Canada

KEY HIGHLIGHTS:

The Drumheller development wells #2, #3, and #4 were successfully drilled ahead of plan and below budget, reaching a total average drilling depth of 4,490 meters per well.

Drumheller #2 and #3 have been safely completed with an average ~90 frac stages per well. Both wells are currently being equipped with surface equipment and will be tied into the production system. The drilling rig has been moved off Drumheller #4, and the completion operation is now underway.

Stonehorse Energy Limited (ASX:SHE) (“Stonehorse” or the “Company”) is pleased to provide an update to the drilling of Drumheller #2, #3 and #4 wells in Alberta, Canada. Drumheller #1 to #4 wells are the first of a four-well agreement with the same operator. As part of the agreement, Stonehorse will invest \$1.85 million CAD per well to earn its 35% working interest.

Drumheller #1 well was brought online in Q4 2025 and continues to outperform budget expectations (see ASX announcement dated 17 March 2026). The three new wells are on existing well pads with facilities connected to flow the wells to production and sales soon after completion operations. The 3 wells are anticipated to come online with oil production early in the second quarter of 2026.

Stonehorse has the option to extend the current agreement with the operator to allow for additional joint wells under similar terms. Based on current market conditions there is a strong likelihood of more wells to follow later in the year. The operator has over 80 potential new well locations.

Stonehorse Executive Chairman, Mr Robert Gardner said, “We are pleased with the safe and timely execution of these 3 new wells and are looking forward to the wells coming online to production following up the previous successful well from Q4, 2025.

The Company has entered into a C\$1.3 million promissory note facility to partially fund the drilling costs. The notes attract an interest of calculated daily and payable quarterly. Principal sum of the notes is repayable by end of March 2029. The notes are secured by security interests in all of the now existing and hereafter acquired in respect of the Company’s interest in Drumheller #4 well.

This announcement is approved for release by the Company Secretary.

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Rob Gardner, Executive Chairman
Michael McFadyen, Non-Executive
Director

Rick Lu, Non-Executive Director

Nicholas Ong, Non-Executive Director
and Company Secretary

Issued Capital (ASX: SHE)

684.4m Ordinary Shares

Investor Hub

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About Stonehorse Energy

Stonehorse Energy Limited (ASX:SHE) is an Australian based E&P company with a focus on onshore oil and gas in Canada and the United States. The overall objective of the Company is to implement its strategy of building a portfolio of high quality well bore assets with Working Interest (WI) percentages reflecting risk appetite and capital availability.

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