AUSTRALIAN OIL CO.

1 JULY 2026

ASX Announcement

SURAT OIL BASIN PHASE 1 DEVELOPMENT INITIATIVES COMMENCE

KEY HIGHLIGHTS

- Phase 1 development initiatives underway in the Surat Oil Basin
- Intervention operations at Emu Apple-1 completed and well shut in to monitor fluid levels and optimize treatment before recommencing production
- Riverslea Field Later Development Plan being revised for Riverslea-3 reinstatement
- Pumpjack infrastructure located in the basin and negotiations are progressing for acquiring and subsequent deployment to Emu Apple Oil Field as a Phase 2 initiative
- Major Gas Field geological mapping and resource work nearing completion
- Stepwise field reinstatements form the cornerstone of the Surat development roadmap
- Higher impact domestic exploration opportunities outside of Surat Basin identified with due diligence completed

Kane Marshall, Managing Director of Australian Oil Co said:

> "The progress achieved on the Emu Apple-1 intervention and the nearing completion of Major Gas Field geological mapping mark important steps as we execute our Surat development roadmap. Our focus on phased field reinstatement, infrastructure acquisition and technical evaluation reflects our drive to maximise value across the Surat portfolio as we progress through 2026."

Production – Emu Apple Oil Field (PL 264)

Australian Oil Company Limited (ASX: AOK) is pleased to announce the commencement of key Phase 1 development initiatives in the Surat Oil Basin, Queensland. The Company has successfully completed intervention operations on the Emu Apple-1 well, including back wash with condensate and additional treatments to improve overall well productivity. The Emu Apple-1 well is currently shut in to allow for optimisation of these treatments and will be brought back online in the coming days. These initiatives represent a significant technical milestone for the Company and underpin our strategy to increase recovery and production across the basin.

Exploration – Emu Apple Oil Field (PL 264)

Geological mapping and risk assessment continues across the Emu Apple Oil Field, with a focus on identifying new exploration targets within the block. Work is progressing as part of the Company's broader roadmap for the area, aiming to mature prospects for future drilling phases.

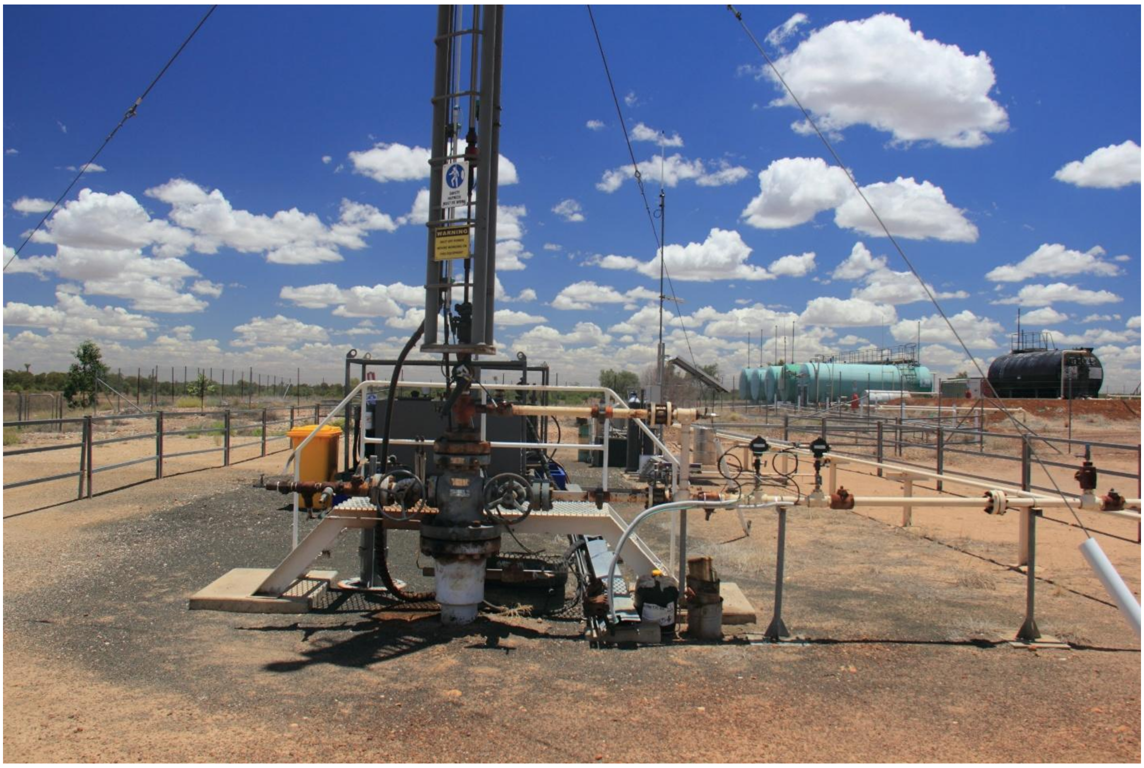

Figure 1 Emu Apple-1 and Associated Infrastructure

Development– PL 30 (Riverslea and Yapunyah)

Further crude oil samples from Riverslea-3 are currently being taken from the Riverslea-3 wellhead and will be assayed in line with requirements IOR to underpin an offtake agreement. The revision of the Riverslea Field Later Development Plan is progressing, with updated documents in preparation for submission to the Queensland Department of Natural Resources, Mines, Manufacturing and Rural Development. Off the back of last year's test results (see below), the new plan prioritises reinstating Riverslea-3 back into production via free flow, with subsequent evaluations for artificial lift methods and further well interventions to maximise flow rates. This revision aligns with the Company's commitment to phased, value-driven field redevelopment.

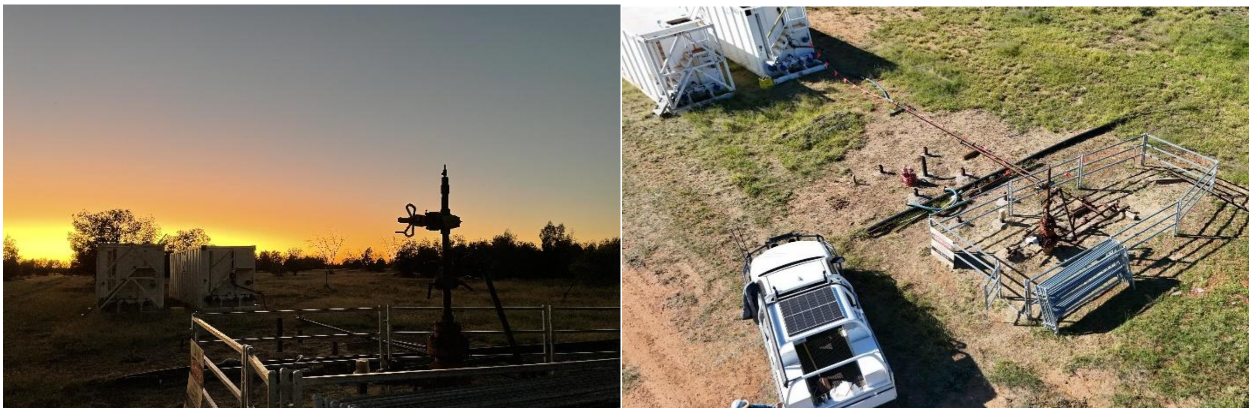

Figure 2 Riverslea-3 2025 testing operations on free flow

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Exploration– PL 30 (Greater Riverslea)

Geological mapping is underway across the Greater Riverslea region to identify and de-risk drillable prospects. These technical studies are expected to yield further drilling targets, supporting future growth and aligning with objectives outlined in previous market announcements. Costing and tendering for associated oilfield services, including rig mobilisation, are being developed as part of intervention planning for both Riverslea-3 and Riverslea-1.

Development– PL 512 (Major Gas Field)

Resource assessment and geological interpretation for the Major Gas Field are nearing completion, with results being integrated into ongoing commercial discussions related to gas offtake through the Silver Springs Gas Plant. The field has been prioritised for reinstatement, forming the next step in the Company's phased development sequencing.

Greater Surat Strategy

Australian Oil Company's overall strategy for the Surat Oil Basin is to execute a sequenced field reinstatement program—starting with the Major Gas Field, followed by Riverslea Field, then progressing to further interventions in Emu Apple-1 and Riverslea-3 as part of Phase 2. Current negotiations with other Operators to acquire and subsequently mobilise pumpjack infrastructure (nodding donkeys) are intended for rapid deployment into the Emu Apple and Riverslea Fields, advancing the pace and efficiency of future development phases. Additionally, advanced exploration maturation in the Greater Riverslea area remains a key focus to underpin long-term sustainability and upside.

New Ventures Strategy

While maturing exploration and development initiatives within its Surat Basin portfolio, the Company has also completed due diligence on a number of domestic high impact exploration opportunities outside of the Surat Basin and is exploring commercial avenues for farm-in or acquisition in line with the Company's philosophy of entering into new acreage on relatively cheap entry terms.

Investor Portal

Investors are encouraged to visit the Company's online portal for ongoing updates and access to reports, presentations, and further announcements.

Australian Oil Company Limited | ASX:AOK - Investor Centre

About Australian Oil Co

Australian Oil is an Australian-based energy company focused on under-explored, high-quality oil and gas opportunities near under-supplied markets.

The Company is currently focused on conventional oil and gas exploration and production opportunities in the Surat Basin in Australia. Australian Oil also has a portfolio of natural gas and oil producing wells, in California.

Australian Oil is currently evaluating the acquisition of additional global producing and exploration assets aligned with its strategic objectives and commitment to delivering shareholder value.

Australian Oil Company Limited

ACN: 114 061 433

ASX Code: AOK

Shares on Issue

1,946,776,434

Unlisted Options

10,000,000 ex $0.025 on or before 30-Apr-2029
10,000,000 ex $0.035 on or before 30-Apr-2029
10,000,000 ex $0.045 on or before 30-Apr-2029
296,439,770 ex $0.004 on or before 22-Dec-2027

Forward-looking Statement

This announcement may contain forward-looking statements regarding future events or performance, including but not limited to projections of financial results, anticipated growth, and business strategies. These forward-looking statements are based on current expectations, assumptions, and projections that involve inherent risks and uncertainties. Actual results may differ materially from those anticipated due to various factors, including market conditions, regulatory changes, technological advancements, and economic conditions.

Investors are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date of this announcement. The Company undertakes no obligation to update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise, except as required by applicable securities laws.

Investors should carefully consider the risks and uncertainties disclosed in the Company's periodic reports filed with the Australian Securities Exchange (ASX) and other regulatory authorities. Forward-looking statements are provided as of the date of this announcement, and the Company disclaims any obligation to update them, except as required by law.