

ASX ANNOUNCEMENT

29 September 2026

UPDATE ON PLACEMENT

Sagalio Energy Limited (ASX: SAN) (the "Company") advises that all subscription funds for the placement announced on 23 September 2026 have been received from the two subscribers. Accordingly, 30,699,000 fully paid ordinary shares have been issued at an issue price of A\$0.0072 per share, with an issue date of 29 September 2026. Gross proceeds of A\$221,032.80 (before costs) have been raised. The Placement Shares rank equally in all respects with the Company's existing ordinary shares.

PLACEMENT DETAILS

The subscribers are CHAI WENYAO (14,548,600 shares) and YUAN LINFENG (16,150,400 shares). In aggregate, the Placement represents approximately 15.00% of the Company's issued capital prior to the issue and approximately 13.04% following the issue.

USE OF FUNDS

Proceeds of the Placement will be applied towards:

- (a) General working capital requirements of the Company;
- (b) Repayment of existing indebtedness.

CLEANSING NOTICE — section 708A(5)(e) of the Corporations Act 2001 (Cth)

The Corporations Act 2001 (Act) restricts the on-sale of securities issued without disclosure unless the sale is exempt under section 708 or 708A of the Act. By giving this notice, sales of the Placement Shares will fall within the exemption in section 708A(5) of the Act and they will be able to be traded immediately.

The Company gives this notice under section 708A(5)(e) of the Act that:

- (a) the Placement Shares were issued without disclosure to investors under Part 6D.2 of the Act;
- (b) this notice is given under paragraph 708A(5)(e) of the Act;
- (c) as at the date of this notice, the Company has complied with: (i) the provisions of Chapter 2M of the Act as they apply to the Company; and (ii) sections 674 and 674A of the Act; and
- (d) as at the date of this notice, there is no "excluded information" of the type referred to in sections 708A(7) and 708A(8) of the Act that is required to be set out in this notice.

APPENDIX 2A

An Appendix 2A in respect of the Placement Shares is being lodged with ASX today.

This announcement has been authorised for release by the Board of Directors.

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For further details please contact

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