

News Release



15 December 2025

ECHELON SIGNS TERM SHEET TO UNLOCK NT GROWTH AND CORE ASSET VALUE THROUGH FOUR NEW WELLS

Echelon Resources Limited (Echelon; ASX: ECH) is pleased to advise that the Mereenie and Palm Valley Joint Ventures (JVs) have agreed non-binding, conditional terms with the Northern Territory's Power and Water Corporation (PWC) for the sale of gas from the Mereenie and Palm Valley fields through to the end of 2034.

The non-binding terms contemplate firm supply of up to 19.1 PJ (net to Echelon) from existing production and enable the drilling of four new development wells (two at Mereenie and two at Palm Valley) adding up to 13.3 PJ of additional supply (net to Echelon). Subject to final documentation, internal approvals, regulatory approvals and acceptable rig contracts, the arrangement is expected to significantly increase conventional gas output from the Amadeus Basin and help address current supply constraints that are threatening power system reliability in the Northern Territory.

Echelon's CEO, Andrew Jefferies, says "this is exciting, near-term growth for Echelon and the Mereenie and Palm Valley JVs.

By drilling four new wells, we're adding even more locally produced, reliable energy to the Territory at a time it's needed most. Gas from Mereenie and Palm Valley has underpinned the NT power system for the past 39 years. This agreement positions us to do even more, and to do it quickly.

Gas is the keystone of the Northern Territory's energy system; and these wells will keep Ben in Barrow Creek baking bush berry pie with our clean burning gas.

This is a real win-win for the Joint Venture, our shareholders, our hard-working employees, the local stakeholders, the Territory Government, and residents. What's not to love!"

Participants in the Mereenie Permits OL4/OL5 are Central Petroleum Mereenie Pty Ltd as trustee of the Central Petroleum Mereenie Unit Trust (Operator, 25%), Echelon Mereenie Pty Ltd (42.5%), Cue Mereenie Pty Ltd (7.5%) and Horizon Australia Energy Pty Ltd (25%). Participants in the Palm Valley permit OL3 are Central Petroleum (Operator, 50%), Echelon Palm Valley Pty Ltd (35%) and Cue Palm Valley Pty Ltd (15%).

For further information please contact the Group on:
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About Echelon Resources Limited

Echelon Resources Limited trading as Echelon (ASX:ECH) is a nimble Australasia-focused energy commodity exploration and production company, headquartered in Wellington, New Zealand. The company is committed to undertaking development and exploration activities that are ethical and values-based, and underpinned by quality relationships, skills and values. It also strives to deliver strong ESG standards that meet the benchmarks expected by communities and regulators.

The Company's portfolio comprises a spread of wholly - and partly owned onshore and offshore oil

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and gas assets, located in Australia, New Zealand and Indonesia. These stakes are held either directly by the company, or indirectly through its circa 50% stake in ASX-listed Cue Energy Resources Limited (ASX:CUE).

Echelons team of experienced energy sector experts, along with those of its key partners, are now working together to explore and develop multiple assets on the Company's books. These activities have comprised multiple exploration programs that continue to validate prospectivity within Echelons asset portfolio. At the same time, the company along with its joint venture partners remain on the lookout for opportunities to acquire additional value-accretive producing and exploration assets.

To learn more, please visit: www.echelonresources.com