

24 December 2025

ASX ANNOUNCEMENT

Completion of Torrens Energy (SA) Pty Ltd Transaction and Update on Northstar Energy Activities

HIGHLIGHTS

- Completion of the sale of Torrens Energy (SA) Pty Ltd (Torrens), including all Geothermal Energy Licences and applications (GEL and GELA) to Northstar Energy Limited.
- Department for Energy and Mining (SA) (DEM) has approved the change in control of Torrens Energy (SA) Pty Ltd.
- The completion of the transaction delivers additional equity considerations to High Peak.
- Increases total consideration for the transaction to 12,500,000 Northstar shares and a 1.0% gross royalty over geothermal energy produced from the Torrens GELs and GELAs.
- DEM has approved a variation to work programme that enables feasibility studies for a 2 MW pilot-scale geothermal power demonstration project in South Australia.
- Northstar continues to advance its geothermal and clean energy development strategy, with High Peak retaining a meaningful economic interest in future outcomes.

TRANSACTION UPDATE

High Peak Royalties Limited (ASX:HPR) (**High Peak** or **Company**) refers to its ASX announcement dated 20 March 2025 titled "*HPR Announces Sale of Geothermal Tenements and Strategic Partnership with Northstar Energy*", which detailed the sale of the Company's wholly owned subsidiary Torrens Energy (SA) Pty Ltd (*Torrens*) to Northstar Energy Limited (*Northstar*) and the establishment of a strategic partnership between the parties.

The Company executed a Share Sale and Purchase Agreement for the sale of 100% of its ownership interest in Torrens, which holds the Company's South Australian geothermal assets, including Geothermal Energy Licences (GEL) 571, 572, 573 and 574, and Geothermal Energy Licence Applications (GELA) 787, 788, 789, 790 and 266.

The transaction was structured in two tranches as follows:

Tranche	Torren Shares transferred to Northstar	Northstar Shares issued to HPR	Completion Date
Tranche 1	199 Torrens Shares (19.90% of the issued capital of Torrens)	6,250,000 (50% of the total Completion Shares)	20 March 2025
Tranche 2	801 Torrens Shares (80.10% of the issued capital of Torrens)	6,250,000 (50% of the total Completion Shares)	Subject to Ministerial Consent of the Change in Ownership of Torrens Energy

The Company confirms that:

- Tranche 1 completed on 20 March 2025 and HPR received 6,250,000 Northstar shares (50% of the completion shares).
- Tranche 2 completed on 24 December 2025 and HPR received 6,250,000 Northstar shares (50% of the completion shares).

Under the transaction, total consideration to High Peak comprises:

- the issue of 12,500,000 shares in Northstar shares.
- High Peak retains a 1.0% gross royalty over geothermal energy produced from the Torrens GELs and GELAs.

Following completion, High Peak no longer holds direct ownership of the Torrens geothermal tenements but retains ongoing economic exposure through its equity holding in Northstar and its retained royalty interest, consistent with the Company's strategy of building a diversified portfolio of resource royalties.

DEM APPROVAL OF VARIATION TO WORK PROGRAMME

The Department for Energy and Mining (SA) has approved a variation to the work programme conditions applying to Geothermal Energy Licences 571, 572, 573 and 574 that provides for the following:

- geological and geophysical studies across the licence areas;
- processing and interpretation of existing 2D seismic data; and
- progression to a feasibility study for a 2 MW pilot-scale geothermal power demonstration project.

Acceptance of the revised work programme enables feasibility studies for a 2 MW pilot-scale geothermal power demonstration project in South Australia within the Torrens GELs.

UPDATE ON NORTHSTAR ENERGY ACTIVITIES

Northstar Energy continues to position itself as Australia's leading developer of non-weather-dependent, dispatchable base-load renewable electricity and clean energy solutions, targeting applications where continuous power supply is required.

Project development activities are progressing to develop an initial 2 MW base-load renewable electricity generation project (Project AUSI 1) near Roma, Queensland, intended to demonstrate the commercial viability of its geothermal and hydrothermal development approach. Project AUSI 1 is on track toward a Financial Investment Decision, subject to ongoing technical, commercial and regulatory processes.

Negotiations are underway for Power Purchase Agreement for up to 250 MW of capacity, reflecting market interest in reliable, low-emissions base-load power supply.

Northstar has acquired the exclusive licensing rights in Australia for a novel downhole heat exchanger (DHX) technology, which underpins its geothermal and hydrothermal energy development strategy.

Northstar has expanded its portfolio to achieve its goal of accessing geothermal heat resources across the eastern and southern states of Australia

Northstar continues to assess market conditions in relation to the timing of a potential ASX initial public offering, while progressing its broader project pipeline.

High Peak Royalties Executive Chairman Mr James Knowles said:

"The completion of the Torrens Energy transaction represents an important milestone for High Peak in removing operational complexity from our business, generating additional royalties for the company and gaining equity exposure to the potential of geothermal energy.

Since our initial investment in March 2025, Northstar has continued to build out its business plans and has taken meaningful steps toward demonstrating the economic and commercial potential of non-weather-dependent, dispatchable base-load renewable energy.

We are very encouraged by Northstar's progress in advancing its technology, project pipeline and commercial engagements, particularly in the context of supporting the sustainable build-out of data centre infrastructure and contributing to Australia's Net Zero objectives.

The transaction aligns High Peak's strategy of retaining exposure to high-quality development opportunities through equity and royalty interests, while partnering with operators capable of advancing assets through to feasibility and potential commercialisation."

- ENDS -



This announcement has been approved by the Board of Directors and released by the Company Secretary.

For enquiries please contact:

Jarrod White - Chief Financial Officer

Louisa Ho - Company Secretary | +61 2 8296 0011

ABOUT HIGH PEAK ROYALTIES LIMITED

High Peak Royalties Ltd (ASX: HPR) is building a portfolio of diversified high value resource royalties around the world. In the current climate, High Peak is looking to partner with capable operators to secure royalties over high value producing assets and leverage our capital and structuring expertise. The company's portfolio includes:

Permit / Location	Royalty Interest (%)	Operated By
PL 171 and ATP 574P	2.50	Queensland Gas/BG Group/ Shell
ATP 299P	3.6/4.0	Santos
Petroleum Leases: PL29, PL38, PL39, PL52, PL57, PL95, PL169, PL170, PL293, PL294, PL295 and PL298		
Peat Gas Field (PL101)	2.13	Origin Energy
Surprise Oil Field (PL6)	1.00	Central Petroleum
Longtom Gas Field (VIC/L29)	0.30	Seven Group Holdings
WA-90-R / WA-91-R (formerly WA-315-P) Poseidon Field	0.10	Santos
EP(A)111, EP115, EP(A)120 and EP(A) 124	1.00	Central Petroleum
EP112, EP115NM and EP125	1.00	Central Petroleum and Santos
EP(A)155	2.00	Mosman Oil and Gas
Planet Gas USA Inc. Royalties	3.00	Empire Energy, Mai Oil and CHS Macpherson
United States (Harrison County East Texas, Preston Spraberry Permian Basin and Willacy County Texas Gulf Coast Basin)	0.20 to 0.40	RFE Operating LLC, Crescent Pass Energy LLC (Sabine Oil & Gas), Pioneer Natural Resources and Wagner Oil Company
United States (Burleson and Lee Counties, East Texas)	1.00	Atlas Operating LLC (acquired from New Century Operating)
ML 04/244 and ML 04/249 Admiral Bay, Canning Basin	1.5 GOR 1.5 NSR	Metalcity Ltd
Royalty over Hydrogen Sales including Catalysts	1.00	ScimTek Hydrogen Pty Ltd
GEL 571 (SA), GEL 572 (SA), GEL 573 (SA), GEL 574 (SA), GELA 787 (SA), GELA 788 (SA), GELA 789 (SA), GELA 790 (SA), and GELA 266 (SA)	1.00	Northstar Energy Limited

FORWARD LOOKING STATEMENTS

This announcement contains forward looking statements, including statements of current intention, statements of opinion and predictions as to possible future events. Forward looking statements should, or can generally, be identified by the use of forward-looking words such as “believe”, “expect”, “estimate”, “will”, “may”, “target” and other similar expressions within the meaning of securities laws of applicable jurisdictions and include but are not limited to the expected outcome of the acquisition. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward-looking statements. Such statements are not statements of fact and there can be no certainty of outcome in relation to the matters to which the statements relate. These forward-looking statements involve known and unknown risks, uncertainties, assumptions, and other important factors that could cause the actual outcomes to be materially different from the events or results expressed or implied by such statements. Those risks, uncertainties, assumptions, and other important factors are not all within the control of High Peak and cannot be predicted by High Peak and include changes in circumstances or events that may cause objectives to change as well as risks, circumstances and events specific to the industry, countries and markets in which High Peak operates. They also include general economic conditions, exchange rates, interest rates, competitive pressures, selling price, market demand and conditions in the financial markets which may cause objectives to change or may cause outcomes not to be realised.

None of High Peak or any of its subsidiaries, advisors, or affiliates (or any of their respective officers, employees or agents) makes any representation, assurance or guarantee as to the accuracy or likelihood of fulfilment of any forward-looking statement or any outcomes expressed or implied in any forward-looking statements. Statements about past performance are not necessarily indicative of future performance.