

20 February 2023

Not for release to US wire services or distribution in the United States

Dear Option Holder

NOTICE TO OPTION HOLDERS OF PRO RATA RENOUNCEABLE ENTITLEMENT OFFER

On 20 February 2023, Black Mountain Energy Ltd (**Company**) announced that it is offering eligible shareholders the opportunity to acquire new shares through a pro rata renounceable entitlement offer to raise up to approximately \$4.25 million (before costs) (**Entitlement Offer**).

The Entitlement Offer is only available to eligible shareholders with an address in Australia and New Zealand who are registered on the Record Date, being 5.00pm on 23 February 2023.

Under the terms of the options you currently hold, there is no entitlement to participate in the Entitlement Offer (in respect of your options) unless you exercise your options and are entered onto the register as a shareholder of the Company by the Record Date.

If you do not wish to participate in the Entitlement Offer (in respect of your options), no action is required. Before deciding whether to exercise all or any of your options, you should consult with your suitably qualified professional advisor.

If you require clarification on any of the above matters, please contact the Company on admin@blackmountainenergy.com.

This ASX announcement was approved and authorised for release by the Board of Black Mountain Energy Ltd.

This letter does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this letter have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US state securities laws.