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ASX Media Release

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PRB Drilling Update

Eon NRG Limited ("Eon" or the "Company") is pleased to announce that it has completed the construction of the well pad and access road for the Govt Kaehne #9-29 well at its Powder River Basin prospect.

Capstar Drilling (<http://capstardrilling.com/>) has been selected as the contractor that will be engaged to drill the Govt Kaehne well utilizing rig #312. This rig has been actively drilling through the summer and has a very experienced crew. The rig is expected to be on site by the first week of November with spudding of the well soon thereafter.



Capstar Rig #312 in operation in the Powder River Basin

The #9-29 well will be drilled to a depth of ~6,300 feet which is expected to take approximately 12 days to reach total depth (TD). Upon reaching TD, drill stem testing and open hole logging will then be performed to evaluate the reservoir and deliverability. Assuming well success, completion of the well for production is estimated at a further 45 days, with oil production and sales to follow soon thereafter.

As part of the Company's strong capital discipline, it is considering offering a portion of its interest in the Govt Kaehne well to industry partners. Eon acquired these leases with a high net revenue interest (NRI) of 87.5% which allows the Company to sell down a portion of its interest to provide necessary capital for the completion of the well without raising additional capital by issuing more equity or increasing debt. This will place the Company in a stronger position for future development opportunities. The Company will retain a majority interest in the well and operations of the well.

"The drilling of this first PRB well is the most significant milestone for the Company in the last few years," said John Whisler, Managing Director. "A lower level of participation in the well is considered to be good capital discipline and in line with the longer-term objective to grow the Company through drilling of multiple new wells."

About the Company:

Eon NRG Ltd is a U.S. onshore focused energy exploration and production company. The Company's growth path is through the drilling of high impact oil exploration wells, supported by a 100% owned and operated long life oil and gas production assets and associated cashflow. The company has a mixture of onshore USA exploration and development acreage along with production assets located in Wyoming and California.

All reference to dollars or \$ refers to USD unless otherwise stated.

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Forward-Looking Statement

This document may contain certain statements that may be deemed forward-looking statements. Forward-looking statements reflect Eon NRG Ltd's views and assumptions with respect to future events as of the date of this press release and are subject to a variety of unpredictable risks, uncertainties, and other unknowns that could cause actual events or results to differ materially from those anticipated in the forward-looking statements. Actual and future results and trends could differ materially from those set forth to various factors, many which are beyond our ability to control or predict. Some of the risk and other factors that could cause results to differ materially include but are not limited to: industry conditions, including fluctuations in commodity prices; governmental regulation of the oil and gas industry, including environmental regulation; economic conditions in the US and globally; geological; technical and drilling results; predicted production and reserves estimates; operational delays or unanticipated operating event; physical, environmental and political risks; liabilities inherent in oil and gas exploration, development and production operations; fiscal and regulatory developments; stock market volatility; industry competition; and availability of capital at favorable terms. Given these uncertainties, no one should place undue reliance on these forward-looking statements attributable to Eon NRG Ltd, or any of its affiliates or persons acting on its behalf. Although every effort has been made to ensure this release sets forth a fair and accurate view, we do not undertake any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.