

The Company Announcement Officer
ASX Ltd
via electronic lodgement

PACE Gas Grant Application

Strike Energy Limited (Strike) is pleased to announce that it has been awarded \$2 million by the Government of South Australia for the Company's successful application under the State's PACE Gas Grant Program. The funds are expected to be received following execution of a Funding Deed and will contribute directly to the Klebb pilot activities and the commercialisation of the PEL 96 gas resource.

The PACE Gas Grant Program is designed to accelerate the development of new sources of gas into the South Australian market and the success of Strike's application is an endorsement of the potential for the Southern Cooper Basin Gas Project to contribute to the objectives of the State's recently announced Energy Plan.

Strike's Southern Cooper Basin Gas Project is rapidly progressing towards potential commercialisation, with the ongoing Klebb pilot activities and the Demonstration Facility select phase engineering underway. The project is ideally located adjacent to the existing Moomba to Adelaide pipeline and the Company is in discussions with the pipeline owner regarding a new connection point in the PEL 96 permit area.

Strike welcome's the Government of South Australia's announcement on 14 March 2017 that a second \$24 million round of the PACE Gas Grant Program is now open. The measures taken by the South Australian Government to facilitate gas exploration and development in the State, including both the PACE Gas Grant Program and the PACE Royalties Return Scheme for landowners, are significant policy initiatives that will facilitate the commercialisation of the Southern Cooper Basin Gas Project.

A handwritten signature in black ink that reads "David Baker".

David Baker
Managing Director

Investor and Media Contacts

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