

COMPANY UPDATE

10 March 2021

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Commodity Hedge Program

Tap Oil Limited (Tap or the Company) advises that on 8 March 2021 it entered into commodity hedge contracts with National Australia Bank Limited ("NAB") to cover part of the scheduled April 2021 and June 2021 Manora crude oil liftings.

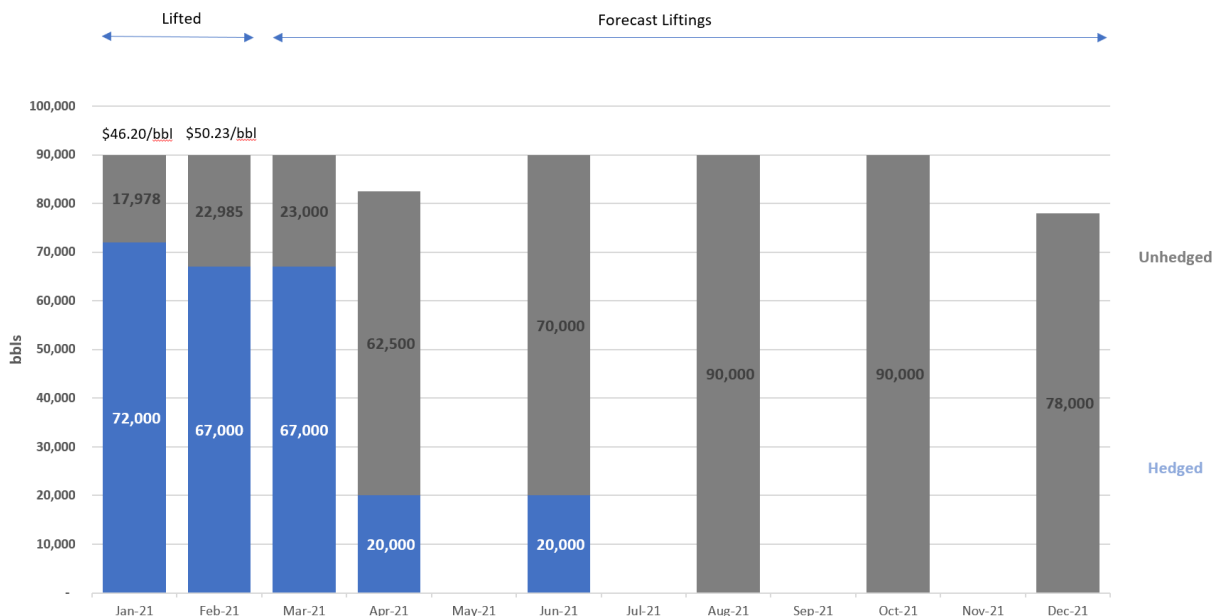
Details regarding the Quarter two 2021 hedges with NAB are as follows: -

- 20,000 bbls of swaps in April 2021 at a fixed Dubai crude oil price of US\$68.30/bbl
- 20,000 bbls of swaps in June 2021 at a fixed Dubai crude oil price of US\$66.63/bbl

Tap Executive Chairman, Mr Chris Newton said *"With Brent crude moving above US\$70 per barrel on Monday the opportunity to lock in some downside protection for a portion of the scheduled April and June 2021 liftings was taken. The Tap Board has decided to hedge up to a maximum of 40% of scheduled Q2 liftings to provide downside price protection while maintaining exposure to rising crude prices."*

Hedging has been implemented against Dubai crude, the reference against which Manora crude is priced.

The January 2021 Manora crude oil lifting of 299,927 barrels, (89,978 barrels net to Tap) was lifted on 4 January 2021 and the February 2021 Manora crude oil lifting of 299,952 barrels, (89,985 barrels net to Tap) was lifted on 14 February 2021. The next lifting is scheduled between 22 and 24 March 2021. The diagram below updates actual and forecast lifting volumes, hedge positions and realised post hedge prices for 2021.



Authorised by the Board of Tap Oil Limited

[Investor enquiries](#)

Chris Newton

Executive Chairman

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