



## Presentation to Australia Philippines Business Council

Perth  
26 July 2021

ASX Listed: SGC

- The Philippines is a net energy importer despite low consumption levels relative to its Southeast Asian neighbors. The country produces oil, natural gas, and coal. Geothermal, hydropower, and other renewable sources account for a significant share of electricity generation.
- The largest share of total primary energy consumption was petroleum and other liquids (45%), followed by coal (36%), natural gas (7%), non-hydropower renewables (7%), and hydroelectricity (4%).

“There is a ..... problem in our energy supply:

- Sufficient ‘fossil fuel-free’ technology for whole economies has yet to be invented, and
- It is not seriously tried by rich countries.

.... Consider the response of the richest countries to the war in Ukraine. .... surely a Free World awash with oil can assure supplies; or

- ✓ We will find a way;
- ✓ We are not far from oil and gas reserves that have already been developed.”

“A key sector in our transformation plans is that of energy.

Another fundamental requirement for growth and increased employment will be the availability of cheap, reliable energy. This even comes under the category of “ease of doing business”. If we are to attract investors, both local and foreign, to set up shop here in the Philippines.

At present, our demand for energy far exceeds our reliable supply. **We must increase the level of energy production. ”**

“In the interim, natural gas will hold the key. We will provide investment incentives by clarifying the uncertain policy in upstream gas, particularly in the area close to Malampaya.”

## **17. Enactment of an Enabling Law for the Natural Gas Industry**

This seeks to foster the development of the Midstream Natural Gas Industry in a bid to strengthen Philippine energy security by diversifying the country’s primary sources of energy and promoting the role of natural gas as a complementary fuel to variable renewable energy

On the area of foreign policy, I will not preside over any process that will abandon even one square inch of territory of the Republic of the Philippines to any foreign power.

# Who is Sacgasco?



- Australian Company formed in 2005 as Australian Oil Company Limited
- Listed on Australian Stock Exchange (Ticker: “SGC”) since 2005; in Good Standing and Well Governed
- Sacgasco has cash flow from producing Oil and Natural Gas in North America: California, USA, and Alberta, Canada, and
- Sacgasco has access to capital sources in Australia, Asia, Europe and America.
- Sacgasco has committed shareholders and motivated management as a result of their shareholding (~8%) in the company.
- Sacgasco evaluates its acreage for all Hydrocarbons including Natural Gases- Methane, Hydrogen and Helium.
- *Sacgasco is strategically focused on under-explored, recently over-looked, world-class oil and gas opportunities near under-supplied markets:*

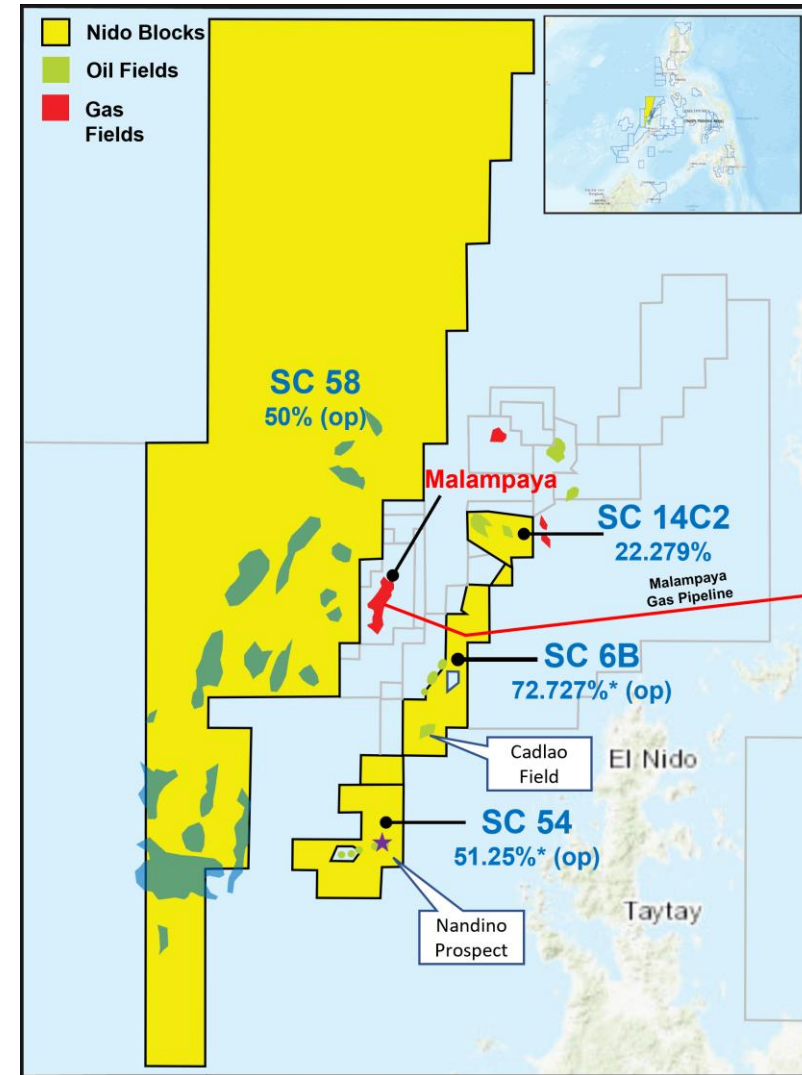
***The Palawan Basin in the Philippines fits this strategy very well!***

# NIDO Petroleum in the Philippines for over 20 years

Acquired by Sacgasco on July 1, 2021, and subsequently enhanced

| Service Contract | Fields / Discoveries   | % Interest (After Farmouts*) | Operator  |
|------------------|--|------------------------------|---|
| SC 6B            | Cadlao Oil Field<br>Redevelopment; near field<br>Exploration- East Cadlao; and<br>Tie Back Development | 72.727%*                     | Philodrill –<br>NIDO (SGC)<br>Technical<br>Operator |
| SC 54A           | Nandino Exploration; and<br>Tindalo, Yakal, Nido 1X1<br>Development                                    | 51.25%*                      | <b>NIDO (SGC)</b>                                   |
| SC 14C2          | West Linapacan A Field<br>Redevelopment; West<br>Linapacan Tie-Back<br>Development                     | 22.88%                       | Philodrill  |
| SC 58            | Frontier Exploration with Large<br>Potential   | 50%                          | <b>NIDO (SGC)</b>                                   |
| New Ventures     | Natural Gases, including<br>Helium and Hydrogen; and Oil<br>Prospects and Leads                        | 100%                         | NIDO (SGC)  |

“These Service contracts all have assets that became stranded assets due to circumstances including pricing and a diversity of strategies; Sacgasco’s Strategy is to collectively recognize these opportunities and provide innovation and driving collaboration and leadership to develop these assets as soon as practicable; To realize the benefit to all stakeholders ”





| <b>Head Office - Perth Australia</b>   |  |
|--|--|
| Andrew Childs- Geologist               | Chairman -Extensive oil and gas and resources experience over 40 years;<br>Managing Director - almost 50 years of oil and gas and resources experience in innovative exploration, development and production, and energy infrastructure;<br>Non-executive Director - 40 years in international operations to board level oil and gas experience; |
| Gary Jeffery- Geologist / Geophysicist |  |
| William Ashby- Geologist               |  |
| <b>Philippines</b>                     | Saggasco plan to retain and grow local Philippines staff, because of their talents, and to retain continuity of local knowledge;   |

“Saggasco have a strong, committed and experienced team, all of whom have a long association with the Philippines;  
Saggasco has the team to deliver success;  
We all have good experiences from our past association with the Philippines;  
We are coming home, not visiting for the first time!”

# Goals aligned with Philippines Needs



Saggasco is of the view that oil and gas will be needed to provide reliable, and necessary energy for the world's people for decades to come

Saggasco is optimistic, and fundamentally of the view that higher oil and gas prices are inevitable in the short to medium term.

## **Saggasco's Main Goal is:**

- Unlock the stranded value that is sitting with long-neglected resources in the Palawan Basin

In doing so, Saggasco will:

- Operate in a Safe and Environmentally Responsible Manner
- Develop and Utilize Local Expertise
- Provide Local Employment through the development of an in-country team

## **Saggasco's Priority is:**

- In-field Activity leading to Oil and Gas Production
- Assisting in Meeting the Philippines' Government Energy Roadmap Goals

## **Sacgasco see its role as an “Enabler” in ‘A New Chapter in Philippines Oil and Gas Story’**

**Sacgasco is pleased to enable the NIDO Operations to continue in as seamless manner as practicable, but with a renewed sense of urgency to meet Stakeholder needs**

**Sacgasco has the capacity to deliver; we are small, nimble and innovative, and we have the contacts to make development of oil and gas in the Philippines happen in support of the Philippines' Upstream Oil and Gas Roadmap:**

- ✓ **ADD Production**
- ✓ **ADD Discoveries**
- ✓ **ADD reserves**

To further quote President Marcos on The future for the Philippines:

“I am here not to talk about the past; I am here to tell you about our future. A future of sufficiency even plenty; of readily available ways and means to get done what needs doing — by you, by me. We do not look back but ahead; up the road that we must take to a place better than the one we lost in the pandemic:

...going forward by new ways of doing the pandemic forced us to adopt:

**A stronger resilience, quicker adaptability, they are our (the Philippines) best prevention, they are our (the Philippines) best protection.”**

**We are looking forward to ongoing support from and collaboration with the People of the Philippines’, their Authorities and Government as our mutual energy plans come to fruition.**