STONEHORSE ENERGY

May 21, 2026

Stonehorse Production & Wells Update for the Drumheller Development in Alberta, Canada

KEY HIGHLIGHTS:

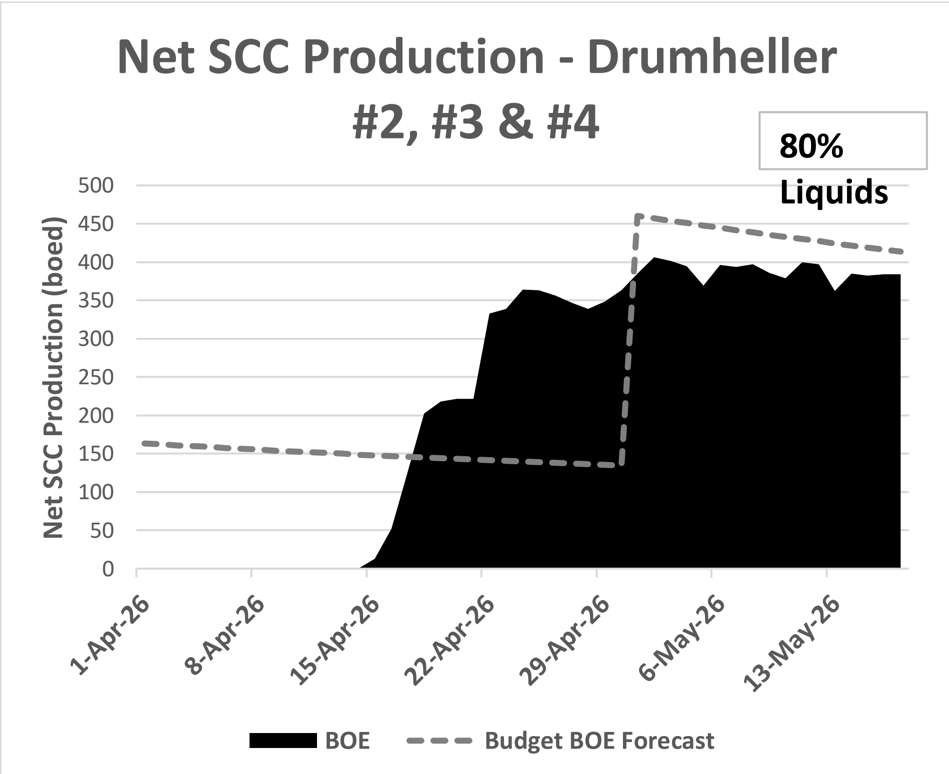
Stonehorse Canada Corporation continues to increase development activity in the Drumheller Area of Alberta, Canada.

The new Drumheller development wells #2, #3, and #4 were successfully tied into facilities and safely brought online in late April.

The latest combined production rate for the 3 new wells adds 385 BOEPD (74% oil weighted) to the Canadian business.

Below are the individual Drumheller well rates and producing days:

#2 : 172 BOEPD - 125 bopd, 251 mcfd/d, 5 bpd-NGLs, 55% water (30 days online)
#3 : 133 BOEPD - 94 bopd, 210 mcf/d, 4 bpd-NGLs, 60% water (28 days online)
#4 : 78 BOEPD - 49 bopd, 159 mcf/d, 5 bpd-NGLs, 80% water (23 days online)



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Directors

Rob Gardner, Executive Chairman
Michael McFadyen, Non-Executive Director
Rick Lu, Non-Executive Director
Nicholas Ong, Non-Executive Director and Company Secretary

Issued Capital (ASX: SHE)

684.4m Ordinary Shares

Investor Hub

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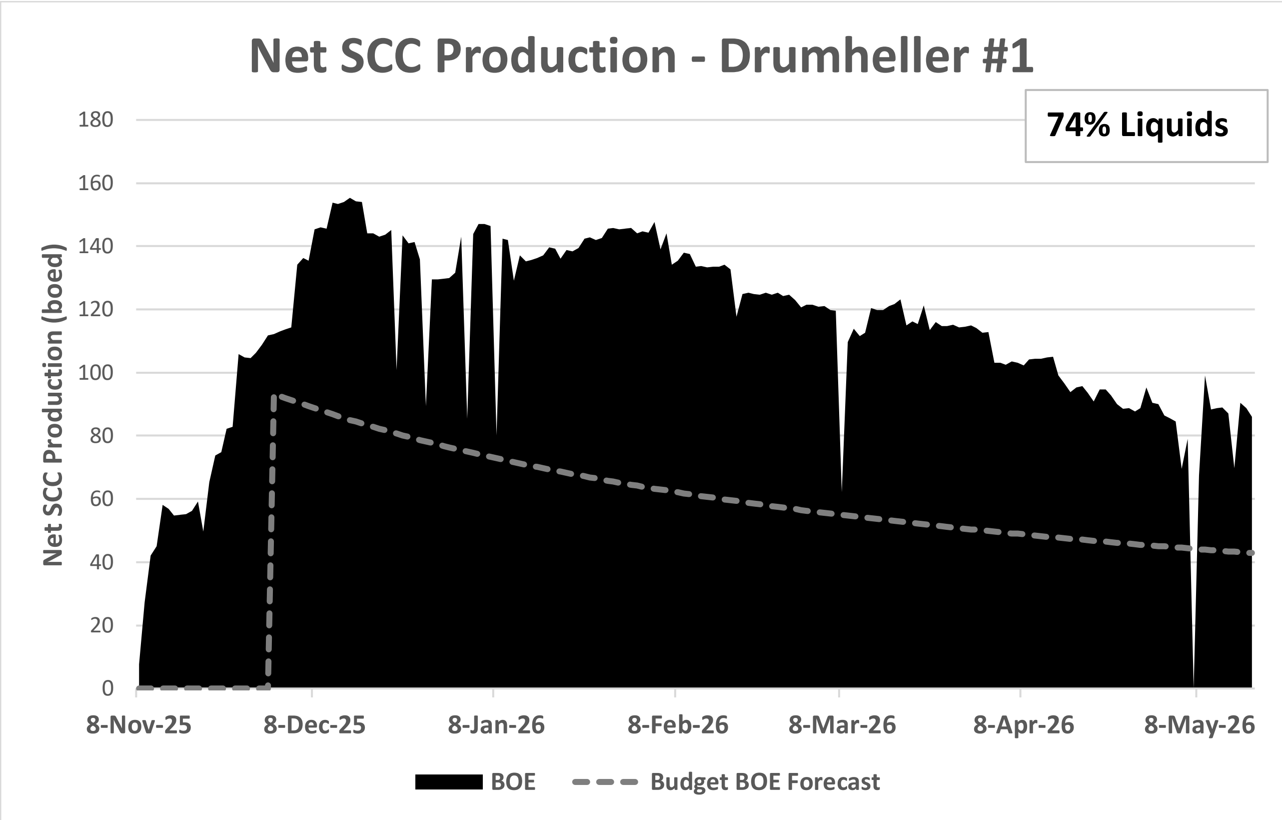
SCAN ME

Drumheller #1 has reached payout and continues to produce above plan.



Combined production for SCC in the Drumheller area is >450 BOEPD and over 75% oil weighted.

Based on current market conditions there is a strong likelihood of more wells to follow later in the year. The operator has over 80 potential new well locations and is preparing for additional drilling.

Stonehorse Executive Chairman, Mr Robert Gardner said, "We are excited to see more positive results from our new joint wells in the Drumheller area. These wells not only add production but increase the oil weighting and netbacks, improving the profitability of our Canadian business."

This announcement is approved for release by the Company Secretary.

- ENDS –

For further information:

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About Stonehorse Energy

Stonehorse Energy Limited (ASX:SHE) is an Australian based E&P company with a focus on onshore oil and gas in Canada and the United States. The overall objective of the Company is to implement its strategy of building a portfolio of high quality well bore assets with Working Interest (WI) percentages reflecting risk appetite and capital availability.

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