

# **Navitas Petroleum, Limited Partnership**

## **(hereinafter: "the Partnership")**

December 20, 2023

To  
The Israel Securities Authority (ISA)  
22 Kanfei Nesharim Street  
Jerusalem

To  
The Tel-Aviv Stock Exchange Ltd.  
2 Ahuzat Bayit Street  
Tel Aviv

Dear Sir/Madam,

### **Re: Resolution Regarding the Drilling of Development Well, Buckskin South (Colt)**

Further to Section 8.2.4 of the Partnership's periodic report for 2022 published on March 23, 2023 (Reference No. 2023-01-026902) (hereinafter: "the **Periodic Report**"), regarding the actual and planned work schedule in the Buckskin oil asset (hereinafter: "the **Oil Asset**"), and the Partnership's Report of the Board of Directors for the third quarter of 2023, as published on November 26, 2023 (2023-01-106528), an immediate report is hereby provided whereby the Board of Directors of the Partnership's General Partner approved the drilling of a first development well in the southern part of the Buckskin project, which is expected to be connected to the existing transmission and handling infrastructures of the Lucius field production platform, and the pipeline from the platform to the shoreline, while utilizing the full available handling capacity (hereinafter: "the **Drilling**"). The Drilling is the first phase in the development and utilization of the reserves in Buckskin South. Further to this drilling resolution, some of the contingent resources in the Oil Asset will be classified as reserves, and cash flows in respect thereof will be published as part of the Partnership's 2023 Periodic Report.

### **Further information about the Drilling:**

- Resolution adoption date: December 19, 2023.
- Reason for the resolution: Developing the Oil Asset, at the recommendation of the Operator, LLOG Exploration Offshore LLC (hereinafter: "the **Operator**"), and the planned work schedule in the Oil Asset.
- Conditions for executing the Drilling: Obtaining drilling permits from the BSEE, and engaging in services and equipment agreements.
- Name of the Drilling: 828 #1 KC.

- Location of the Drilling: Offshore in an asset located approx. 270 miles south west of New Orleans, USA, in deep water in the Gulf of Mexico.
- Expected Drilling date: The Drilling is expected to be executed during 2024. The Drilling duration is 55 days.
- Target layers of the Drilling: Wilcox (upper and lower).
- Type and purpose of the Drilling: Drilling of a development well, intended to develop reserves in the southern part of the Buckskin project.
- Final depth of the Drilling and water depth: The final depth of the Drilling is approx. 9 km (of which water depth is 2 km).
- Total budget of the Drilling (100%): approx. USD 81 million, representing the Drilling and temporary abandonment costs. The Partnership's total share of the Drilling budget (7.5%) is approx. USD 6.1 million.
- Operator's name: LLOG Exploration Offshore LLC
- Drilling company's name: LLOG Exploration Offshore LLC
- Share of the Partnership's equity holders in the Drilling's budget and in potential revenues thereof: The Partnership will bear its entire share in the cost of the Drilling, and will be entitled to all proceeds from the oil produced from this Drilling, in accordance with its share, net of royalties and in accordance to the rates set between the partners in the asset. The share of the Partnership's equity holders in the Drilling budget is 7.5%, and their share of potential revenues from the Drilling is 5.95%, considering royalties paid to the state, related parties and others.
- Names of the Partners in the Oil Asset and the share of each in the Drilling budget, to the best of the Partnership's knowledge:

Navitas Buckskin US LLC<sup>1</sup>: 7.5%  
 Buckstone Development Company LLC: 28.8%  
 Repsol E&P USA Inc.: 22.5%  
 Ridgewood Buckskin, LLC: 8.75%  
 ILX Prospect Buckskin, LLC: 5.83%  
 Ridgewood Rialto Holdings, LLC: 2.91%  
 Beacon Offshore Energy Buckskin LLC: 18.7%  
 LLOG Deepwater Development Company I LLC: 5.0%

---

<sup>1</sup> A wholly-owned subsidiary (indirectly held, 100%) of the Partnership.

- Reference to a description of the Oil Asset in the Periodic Report: For further information, see Section 8.2 of the Periodic Report.

**Disclaimer regarding forward-looking information**

The total Drilling budget and Drilling schedule, obtaining approvals for the Drilling, other aspects regarding the execution of the Drilling, and the classification of some of the contingent resources in the Oil Asset as reserves further to the drilling decision, are all based on an assessment only and on estimates and assumptions of the Partnership and the Operator of the Oil Asset, which constitute forward-looking information, as defined in the Securities Law, 1968. The above are professional estimates and assumptions based partly on geological, geophysical, technical-engineering and other information, in respect of which there can be no certainty. They might be updated during progress of the Drilling actions and/or may be materially different to the above estimates and assumptions, including as a result of operating, marketing and regulatory conditions.

Respectfully,

**FLR Oil and Gas Management Ltd.**

**General Partner in Navitas Petroleum, Limited Partnership**

By Amit Kornhauser, CEO and Member of the Board

Tamar Rosenberg, CFO