

SierraCol Announces Third Quarter 2022 Operational Update

- **Gross production in 3Q22 up 2% vs last quarter and up 2% vs 3Q21**
- **Net production in 3Q22 averaged 32.0 kboed, up 3% from 2Q22**
- **9M22 net production averaged 32.8 kboed, within guidance**
- **Bolívar contract extended to 2035 or to its economic limit**
- **Rondón contract extended to 2038**
- **ESG Committee of the Board of Directors held its first meeting in July 2022**
- **Sustainability report 2021 published in October 2022**

London, UK, 20 October 2022, SierraCol Energy Limited (the “Company”), the direct parent of SierraCol Energy Andina, LLC, announced today its operational update for the three-month and nine-month periods ended 30 September 2022 (“3Q22” and “9M22”, respectively). The Company also announced today it will release its 3Q22 financial and operating results, through its secure site on Wednesday, 9 November 2022. A conference call and webcast for bondholders and analysts will be held on Thursday, 10 November 2022 at 10:00 a.m. Eastern Time.

Net production is presented as the Company’s working interest after royalties. Net production by period is as follows:

- **3Q22:** gross production was up 2% vs 2Q22. Net production was 32.0 thousand barrels of oil equivalent daily (“kboed”), 3% higher than 2Q22. This is mainly explained by 0.2 kboed from a higher share in production due to lower Brent and 0.6 kboed by performance: 0.6 kboed from the production recovery in Middle Magdalena after April’s community strike at La Cira Infantas, 0.5 kboed from better performance from the REX-NE wells and workover jobs in the Caño Limón area, partly offset by 0.4 kboed from Central Llanos due to pump failures in some wells.

Compared to 3Q21, gross production was also up 2%. Net production was 1% higher as a result of -2.1 kboed due to high-price clauses, more than offset by performance: during the quarter the Caño Limón area was up 3.7 kboed from strong performance of REX-NE wells and lower production from La Cira Infantas and Central Llanos by 0.9 kboed and 0.3 kboed, respectively.

- **9M22:** gross production was down 1% vs same period last year. Net production was 32.8 kboed, 3% lower than 9M21. This is mainly explained by a lower share in production of 3.6 kboed due to high-price clauses, partly offset by performance of 2.5 kboed: -1.1 kboed from the lower production in La Cira Infantas, 2.6 kboed from higher production in REX-NE wells and workovers in Caño Limón area and 1.0 kboed from the acquisition of the COG assets.

Production by area:

Kboed	3Q21	2Q22	3Q22	Δ q/q	Δ y/y	9M21	9M22	Δ y/y
Gross production	78.8	78.4	80.1	2%	2%	81.9	81.4	-1%
<u>Net production</u>								
Caño Limón area	18.5	19.8	20.5	3%	11%	20.6	20.9	1%
Middle Magdalena	10.7	8.8	9.4	6%	-12%	11.8	9.4	-20%
Central Llanos	2.4	2.5	2.1	-15%	-12%	1.4	2.4	77%
Net production	31.6	31.2	32.0	3%	1%	33.8	32.8	-3%

Unlocking opportunities through contract extensions

- On 8 August 2022 we reached an agreement with Ecopetrol to extend the Bolívar contract term to 2035 or to its economic limit, whichever occurs first, for a cash consideration of \$2 million and a 2% to 5% over-riding royalty interest. The commitments include the drilling of one development well, one exploration well and 78 km² of 3D seismic to be executed within 3 years after closing the deal. We hold 100% working interest in the block.
- On 14 September 2022 we reached an agreement with Ecopetrol to extend the Rondón contract term to 2038, with a 35% working interest in the block (previously 50%). SierraCol agreed to an investment commitment of \$30 million to be executed during the next 2 years, which includes one exploration well, 2 development wells and a workover campaign of 5 jobs. A high-price clause was included in the contract with a trigger Brent price of \$100/bbl. The contract extension is subject to anti-trust approval.

Strengthening our ESG accountability

- The first meeting of the ESG Committee of the Board of Directors was held in July 2022. This further strengthens our corporate governance and focus on achieving our aggressive targets to reduce carbon emissions.
- Sub-sequent to the quarter-end, we released the [2021 Sustainability Report](#) on 5 October. We have adopted the Task Force on Climate-Related Disclosures (TCFD) framework as part of the report, further improving our ESG information.

3Q22 results release, conference call and webcast

SierraCol will report its 3Q22 financial and operational results on Wednesday, 9 November 2022. A conference call and webcast for bondholders and analysts will be held on Thursday, 10 November 2022 at 10:00 a.m. Eastern Time.



Bondholders and analysts are invited to participate in the call or webcast using the following dial-in numbers or link:

Participant dial-in numbers

Toll Free (US/Canada): 1-877-300-8521

Toll/International: 1-412-317-6026

Conference ID: 10171848

Webcast link

https://viaavid.webcasts.com/starthere.jsp?ei=1575065&tp_key=fbe2d9dd80

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Forward-looking statements

This notice contains forward-looking statements, which involve significant risk factors, uncertainties and assumptions that could or could not materialize. It also contains unaudited estimated production figures. The Company's actual results and performance could differ from those expressed in, or implied by, this notice and the forward-looking statements. These forward-looking statements are made as of the date of this document and the Company disclaims any intent or obligation to update them.

Certain amounts and percentages included in this document have been rounded for ease of presentation. Accordingly, figures shown as totals or percentage changes between periods may not be the arithmetic result of their inputs as presented in this document.

For further information, please contact us: ir@sierracol.com

About SierraCol

SierraCol Energy is the largest independent E&P Company in Colombia based on gross operated and jointly operated production, with full life-cycle capabilities across exploration, development and production. The Company, headquartered in Bogotá, Colombia, manages a high-quality portfolio with resilient free cash flow generation and is advised by The Carlyle Group.

Further background information is available on the corporate website: www.sierracolenergy.com