

SierraCol announces second quarter 2024 operational update

- 2Q24 Share Before Royalties (“SBR”) production of 43.7 kboed, down 4% q/q mainly as a result of planned maintenance across our main assets and stabilization of recently drilled wells in the Caño Limón area.
- 6M24 SBR production of 44.7 kboed, up 3% y/y, mainly due to positive results of the drilling and workover campaigns in the Caño Limón and Central Llanos areas.
- During the quarter, two rigs were in operation for the drilling and completion of 22 new wells; in the same period, 17 workover operations were completed.
- Installation of 4th transformer in the Caño Limón area was completed in 2Q24. As a result, we have successfully finalised the energy transition project in the Caño Limón area, switching all power self-generation with crude oil to 100% renewable electricity from the national grid.

London, UK, 18 July 2024, SierraCol Energy Limited (the “Company”, “SierraCol”, “SCE” or “we”), the direct parent of SierraCol Energy Andina, LLC, announced today its operational update for the second quarter 2024 (“2Q24”).

A conference call and webcast for bondholders and analysts will be held on Thursday, 22 August 2024 at 11:00 a.m. Eastern Time to discuss the 2Q24 financial and operating results.

Production performance

Production is presented as Share Before Royalties (“SBR”) and the result for the period is as follows:

2Q24: SBR production was 43.7 kboed, 4% lower than the previous quarter. This decrease is mainly explained by i) lower production in the Caño Limón area due to planned maintenance and the stabilization of recently drilled wells, ii) lower production in La Cira Infantas, mainly driven by a slower production recovery after planned maintenance at the end of the first quarter, and iii) lower production in the Central Llanos area due to delays in activity execution during the quarter.

Two active rigs during the quarter drilled and completed two new wells in the Caño Limón area and 20 new wells in La Cira Infantas. The workover campaign included 13 jobs in the Caño Limón area, three jobs in the Central Llanos area and one job in La Cira Infantas.

Compared to 2Q23, SBR production increased by 4% mainly due to higher production in the Caño Limón area following the success of the REX-NE North exploratory well and positive development drilling and workover campaign results. This was partially offset by i) lower production in La Cira Infantas due to the slower production recovery, and ii) lower production in the Central Llanos area due to less activity planned during the quarter.

6M24: SBR production was 44.7 kboed, 3% higher than the previous year. This increase is mainly explained by i) higher production in the Caño Limón area, driven by the success of the REX-NE North exploratory well and the positive outcome of the development drilling and workover campaigns, and ii) higher production in the Central Llanos area after the 2023 activity campaign.

This was partially offset by lower production in La Cira Infantas, driven by the impact of last year’s surface equipment issues and slower production recovery in 2Q24.

Production by area:

kboed	2Q24	1Q24	2Q23	Δ q/q	Δ y/y	6M24	6M23	Δ y/y
<u>SBR production</u>								
Caño Limón area	27.8	29.2	24.6	-5%	13%	28.5	26.2	9%
Middle Magdalena	12.6	13.0	13.8	-3%	-9%	12.8	13.9	-8%
Central Llanos	3.3	3.6	3.5	-8%	-7%	3.4	3.1	10%
SBR production	43.7	45.7	41.9	-4%	4%	44.7	43.3	3%

Completion of energy transition project in the Caño Limón area

During the quarter, the installation of the 4th transformer in the Caño Limón area was finalised. As a result, the energy transition project is now complete, allowing the Caño Limón area to be powered with 100% renewable energy from the grid. After completing this key milestone, we remain on track to deliver a net scope 1 and 2 emissions reduction of 60% by the end of 2024 compared to the 2020 baseline.

2Q24 results release, conference call and webcast

SierraCol will report its second quarter 2024 financial and operational results on Wednesday, 21 August 2024. A conference call and webcast for bondholders and analysts will be held on Thursday, 22 August 2024 at 11:00 a.m. Eastern Time.

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

Participant dial-in numbers

Toll Free (US/Canada): 1-877-407-9716
Toll/International: 1-201-493-6779
[Call me™](#)

Webcast link

https://viaid.webcasts.com/starthere.jsp?ei=1678896&tp_key=caea00c923

Add event to calendar:



Forward-looking statements

This notice contains forward-looking statements, which involve significant risk factors, uncertainties and assumptions that could or could not materialize. 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