



March 29, 2023

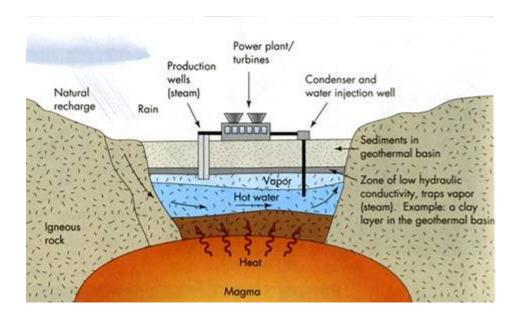
Energy Storage and Geothermal Baseload in Hot Dry Rock

Cindy D. Taff

Geothermal is < 1% of Utility Power Generation

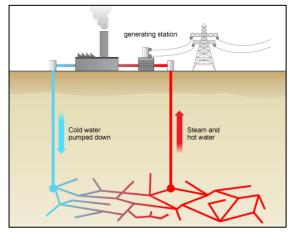
Hot Aquifer - Conventional Geothermal

- High permeability rocks that naturally flow steam or water
- Geologically limited to areas near volcanoes
- Production rates/volumes are often unpredictable



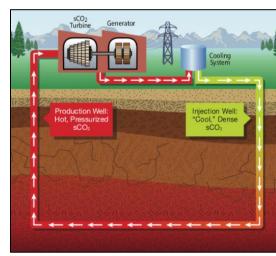
Hot Dry Rock - Enhanced Geothermal Systems (EGS)

- Rocks that do not naturally flow steam or water
- Drilling for temperature, not water production



Fracturing is used to create an artificial reservoir

If Hot Dry Rock technology is proven, there is an opportunity for UNLIMITED geothermal power!!

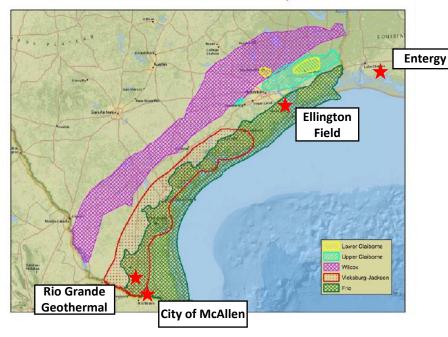


Closed Loop

DOE Studies along Gulf Coast since 1970s

Texas Geopressured Formation Areas

Multiple formations are present at the same location but at different depths



DOE Studies

5GW of geothermal potential along US Gulf of Mexico coast!

★ Current Sage projects in Gulf of Mexico region

Mind the Storage Gap

Utility grid with wind and solar needs storage now

- Solar and wind installations are outpacing baseload renewables and curtailments continue to increase
- Solar and wind energy require storage to fully enable these assets
 - Solar Drives daily storage needs
 - Wind Drives storage needs of up to a week
- Projected growth of global energy storage capacity
 - Bloomberg 100x increase from 2018 to 2040
 - Wood Mackenzie Growth of > 30% through 2030
- Inflation Reduction Act Tax incentives that include energy storage is a game changer.

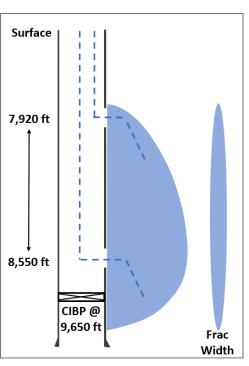
Mechanical Storage Field Test in Starr County, Texas

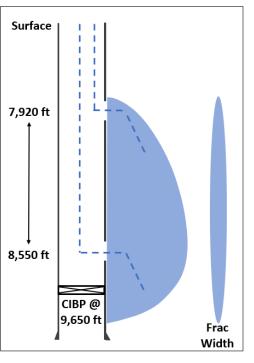


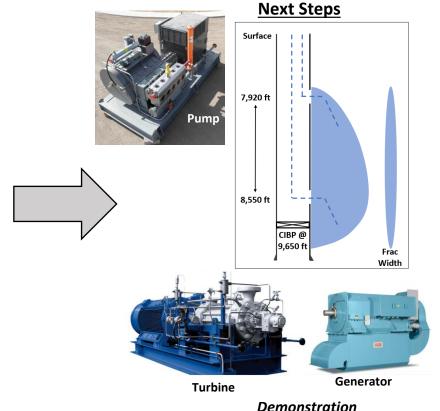












Demonstration Rig-up mechanical turbine and generator to produce electricity.

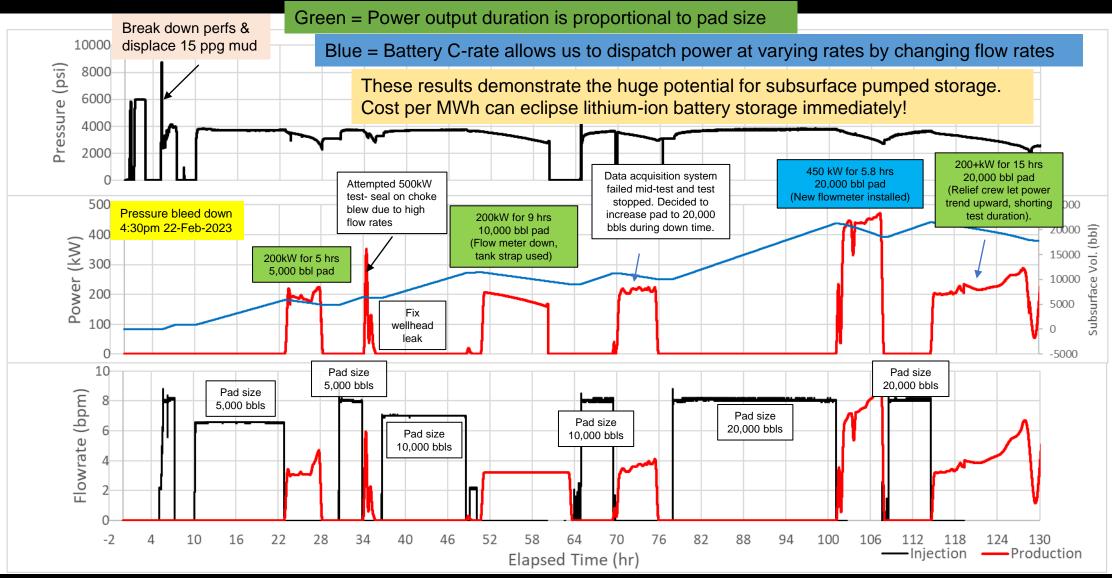
Pump-in/Flowback Testing with Water Perform pump-in/flowback tests with water, varying pad sizes.

Demonstration of discharge rate and system efficiency and data to size turbine/generator.

Mechanical Storage Demonstration in Sage's Starr County, Texas Well

Geothermal overdelivers by delivering everything you want in a battery!!!!

Early testing at Sage's Starr County well has overdelivered and exceeded capacity of the testing equipment!



Visible Power from Pressure Energy







