

16 November 2017

MONGOLIAN ACQUISITION UPDATE

- **Deadline for a third party superior offer for Golden Horde Limited (GOH) expires providing Elixir with the right to acquire all the shares of GOH upon exercise of Elixir's exclusive option**
- **Elixir commences exploration studies to determine the best locations for the initial drilling campaign, expected to commence in 3Q 2018**
- **GOH Managing Director (Neil Young) interviewed by Bloomberg TV in Mongolia following announcement of the transaction between GOH and Elixir**
- **Neil Young travelling to Mongolia next week to progress discussions on award of the PSC and the 2018 exploration programme**

Elixir Petroleum Limited (ASX:EXR) is pleased to announce that the deadline for Golden Horde Limited ("**GOH**") to receive a superior offer from a third party expired on 15 November 2017. Pursuant to the drag along rights within GOH's shareholder agreement, all GOH shareholders are now required to accept the Elixir offer, should Elixir exercise its exclusive option to acquire GOH (the "**Acquisition**").

Elixir has now engaged a technical consultant to commence desktop exploration studies to complement the work previously done by GOH to determine the most prospective areas for CBM exploration within the PSC area. The PSC area covers over 7 million acres and the objective of the studies is to "high grade" exploration areas in which to focus the 2018 and 2019 drilling campaigns. The detailed exploration studies will also serve to complete a higher level of technical due diligence required by Elixir (a condition precedent to the Acquisition) prior to exercise of the exclusive option to acquire GOH.

Concurrently with these studies being undertaken by Elixir, GOH's Managing Director, Mr Neil Young will be travelling to Mongolia next week to update the Mongolian authorities on the Acquisition and to also progress discussions on both the 2018 exploration programme and the award of the PSC. The award of the PSC is expected in Q1 2018 but there is no guarantee of when or if the PSC will be awarded in the expected timeframe.

Elixir also notes that Mongolian Bloomberg television aired an interview with GOH's Managing Director following the announcement of the Acquisition, validating the importance of this transaction to the Mongolian business community and economy.

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For further information on Elixir Petroleum, please visit the Company's website at www.elixirpetroleum.com