

9 May 2018

MONGOLIA ACQUISITION UPDATE

- **Elixir and Golden Horde management to visit Mongolia to meet government officials and progress discussions with service providers**
- **Mongolian Cabinet approval of PSC expected in coming weeks**

Elixir Petroleum Limited (ASX:EXR) provides the following update on the Mongolian Cabinet approval process and the anticipated timing of the award of the Nomgon IX Coal Bed Methane (“CBM”) Production Sharing Contract (“PSC”) to Golden Horde Limited (“GOH”).

Initial indications received several weeks ago from the Ministry of Mining and Heavy Industry (“MMHI”) was that the Mining Minister was due to present the Mongolian Cabinet with a resolution for the award of the Nomgon IX CBM PSC in late March or early April 2018.

The resolution to award the PSC was placed on the Cabinet agenda on 4 April 2018 and 25 April 2018. Elixir understands the resolution was deferred at the first meeting following a request from the Mining Minister for more information about Elixir’s proposed transaction with GOH and deferred again at the second meeting when the Cabinet requested an update on the status of other PSC’s in Mongolia, with this matter being addressed at last week’s Cabinet meeting.

There is no Cabinet meeting this week due to Ministerial travel commitments however, Elixir expects the matter to be tabled again in the coming weeks. Although there is no guarantee of the PSC being awarded to GOH, Elixir and GOH are not aware of any reason the award of the PSC will not be approved by the Mongolian Cabinet.

Whilst this approval process is ongoing, Elixir and GOH management are scheduled to travel to Mongolia over the next two weeks to progress discussions with both the relevant government agencies and service providers to ensure that GOH can proceed quickly with its exploration plans once the PSC is awarded, after which Elixir will exercise its option to acquire GOH.

Elixir and GOH will attend the annual Mongolia Economic Forum in Ulaanbaatar whilst also visiting the PSC area and the local communities in the South Gobi desert region of Mongolia.

Elixir Managing Director, Mr. Dougal Ferguson commented:

“The additional information that was requested from Elixir was not unreasonable or unusual. The requirement of the full Mongolian Cabinet approval for the issue of a PSC also creates some logistical issues, as is the case this week, with some weekly Cabinet meetings adjourned due to Ministerial travel commitments. Notwithstanding this, Elixir is progressing with its exploration planning and our forthcoming visit to Ulaanbaatar will be focused on the two key matters at hand being approval of the PSC and implementation of the initial exploration programme.”

For further enquiries, please contact:

Dougal Ferguson
Managing Director
+61 (8) 9226 2111

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

ASX CODE: EXR

www.elixirpetroleum.com

Elixir Petroleum Limited

ABN 51 108 230 995
1202 Hay Street
WEST PERTH WA 6005, AUSTRALIA
T: +61 8 9226 2111 E: info@elixirpetroleum.com