Elixir Energy

Annual General Meeting
Managing Director's Presentation

18 September 2020

ASX:EXR

1. The Company

Company Overview

- Elixir is solely focused on the 100% owned Nomgon IX Coal Bed Methane (CBM*) Production Sharing Contract (PSC) project in the South Gobi region of Mongolia
- Highly experienced CSG team – in Australia and increasingly in Mongolia
- Building upon Mongolia's first CSG discovery announced in February
- Appraisal and exploration program progressing well
- Multiple market options, including the rapidly growing Chinese gas market

** Coal Seam Gas – CSG – is usually referred to as CBM outside Australia*

Capital Structure	Current
No of Shares	693M
Listed Options (ex 6.79c by 31.12.20)	112M
Performance Shares & Options	28M
Market Capitalisation (at 14c)	$97M
Cash (at 30th June)	$3.3M
Enterprise Value	$94M

Board of Directors

Highly experienced CSG team

Richard Cottee

Non-Executive Chairman

- Former Managing Director of CSG focused Queensland Gas Corporation (QGC), taking it from market cap of $20M to $5.7B
- Other former CEO positions include CS Energy, NRG Europe & Central Petroleum

Neil Young

Managing Director

- Former Business Development Manager at Santos, where he helped build Santos' CSG business
- Has worked in Mongolia since 2011

Stephen Kelemen

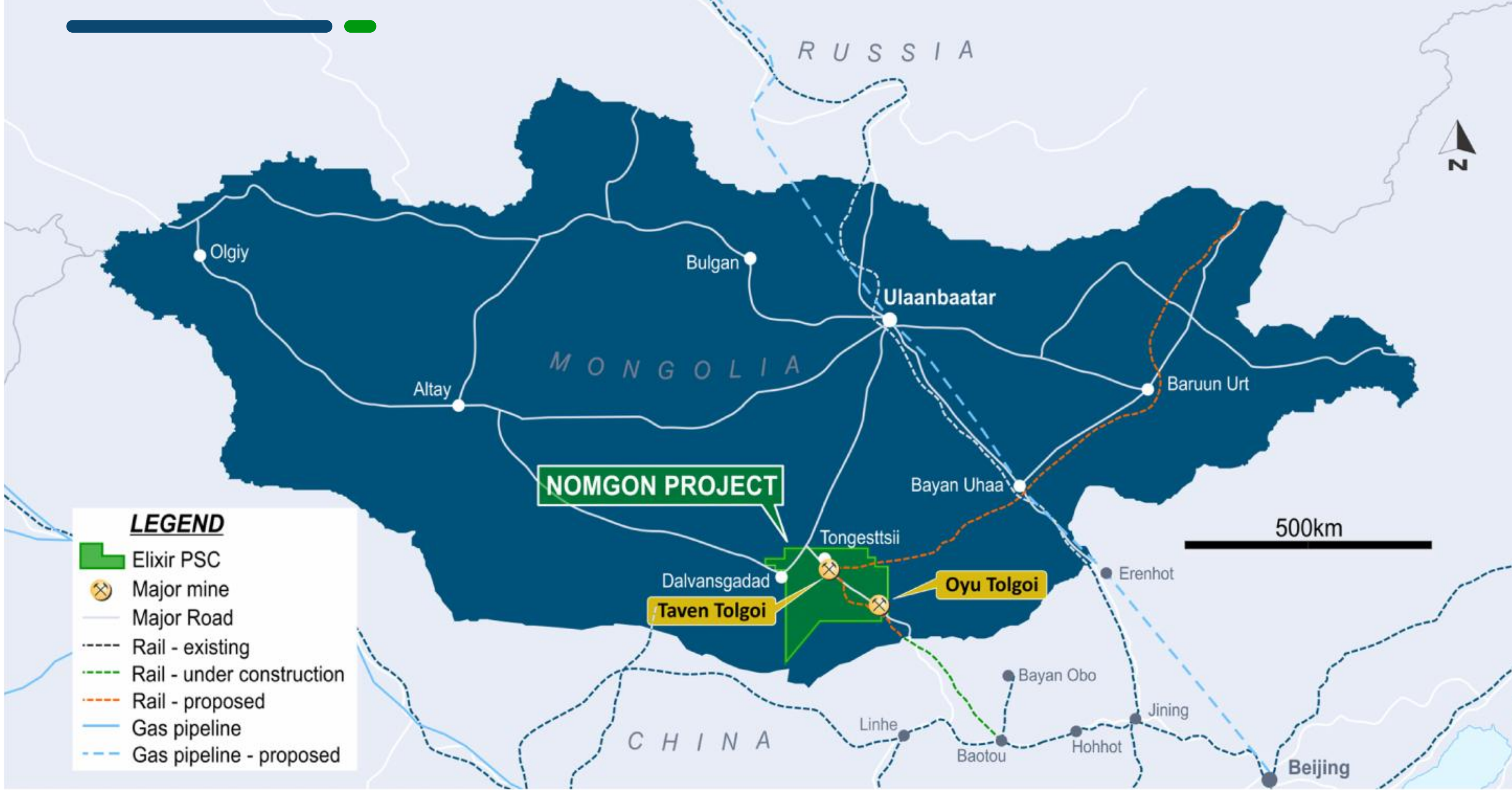
Non-Executive Director

- Extensive technical and commercial career at Santos, including managing its CSG business
- Current Non Executive Director at CSG focused Galilee Energy (GLL)

2.

Location and Potential

Located on Chinese Border



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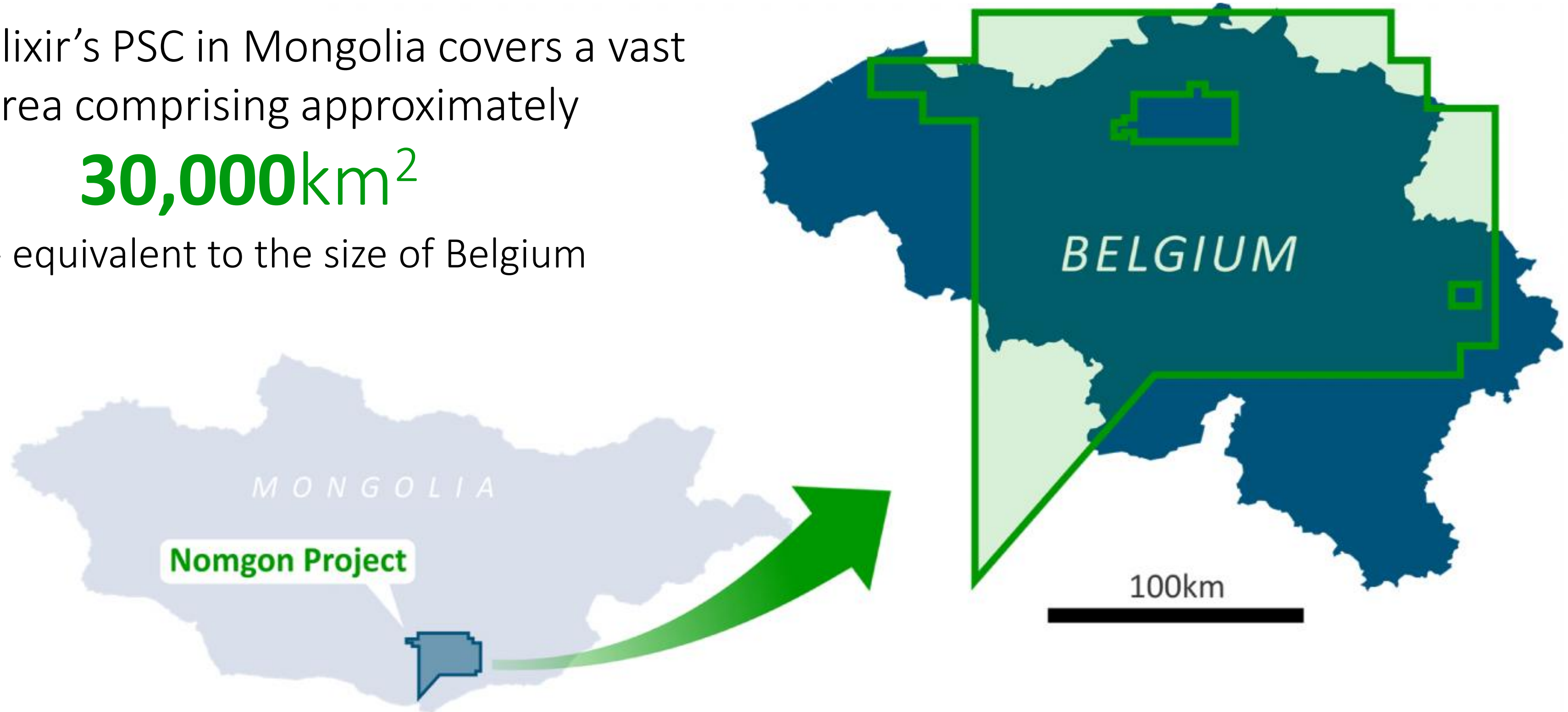
Very Large PSC Area

Elixir's PSC in Mongolia covers a vast area comprising approximately

30,000km^2

- equivalent to the size of Belgium



Developed Area

Well Located:

- On the Mongolian Chinese border
- Around 400 km North of China's main gas transmission grid
- Roads (sealed road from Ulaanbaatar through the PSC & into China)
- Thousands of trucks shipping coal
- Mines – Tavan Tolgoi, Oyu Tolgoi
- Service sector support in local towns
- Planned railway
- Electricity grid connections – to Mongolia - and China - of large capacity
- Planned pipeline from Russia via Mongolia to China – Gazprom's Power of Siberia 2

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Large Resource Potential

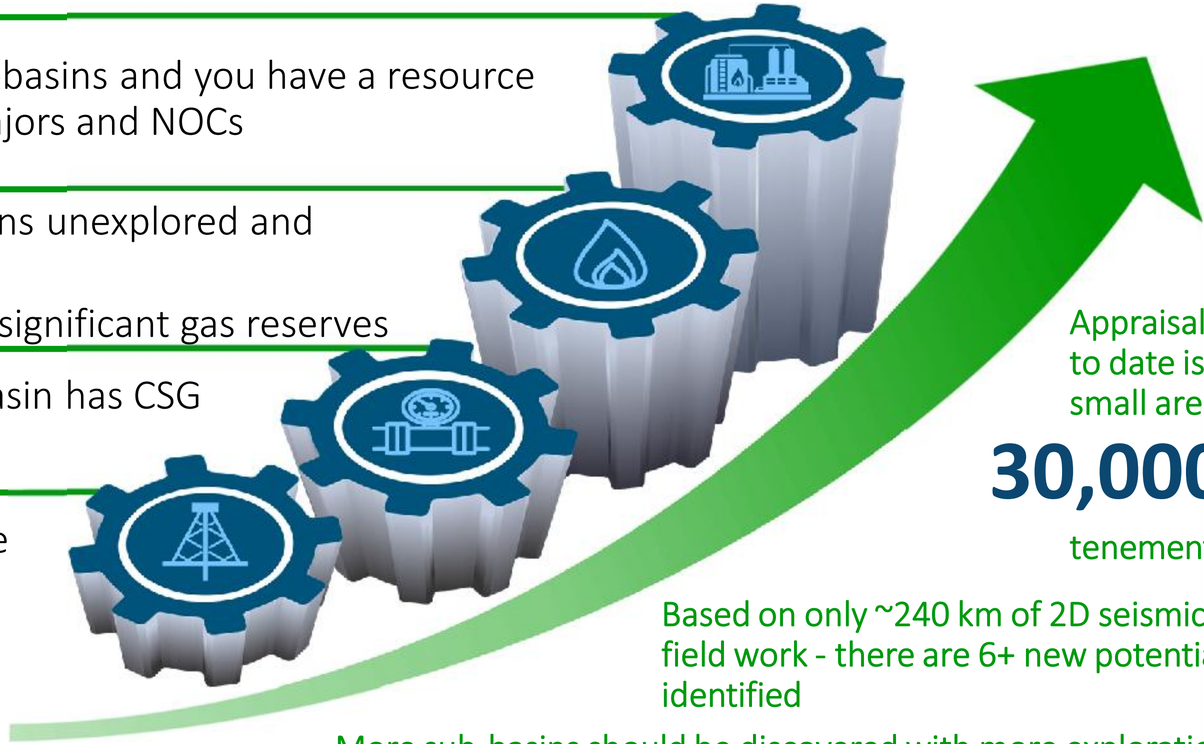
Add up multiple sub-basins and you have a resource size of interest to Majors and NOCs

Many other sub-basins unexplored and untested

Enormous scope for significant gas reserves

Only Nomgon sub-basin has CSG discoveries to date

Prospective Resource of 7.6 TCF (risked best case) over multiple sub-basins



Only just touching the surface

Appraisal program to date is a very small area of a

30,000km^2

tenement

Based on only ~240 km of 2D seismic and field work - there are 6+ new potential basins identified

More sub-basins should be discovered with more exploration work

Exploration and Appraisal program

1. Discovery

First drilling program discovered CSG in Nomgon sub-basin Appraisal program in 2020 highly successful to date

2. Exploration

Second exploration drilling program, stepping away from Nomgon sub-basin, begins soon – multiple targets

3. Resource

Many more exploration drilling campaigns can be conducted to fully explore PSC and expand the resources to their massive potential

Mongolian CSG Playbook

1.

Gravity and regional mapping guide to potential coal bearing depocentres

2.

Detailed field mapping leads to coal outcrops and seismic acquisition

3.

Coal outcrop and seismic anomalies generate CSG exploration prospects

4.

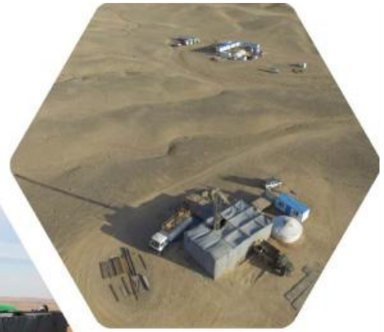
Nomgon was discovered downdip of coal outcrops

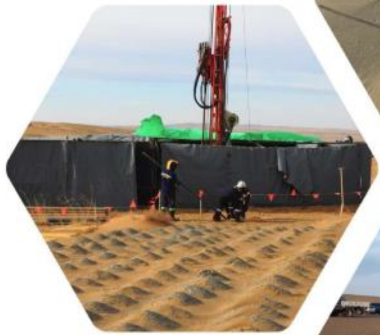
5.

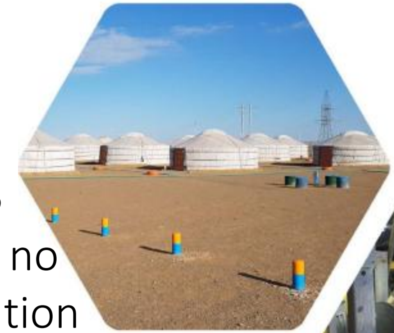
At least 10 more prospects in 6 sub-basins being matured for drilling based on the playbook

Operate all year round

- Strong local management & experienced local contractors in place. Track record of procuring all required permits
- Online supervision from Australia successfully implemented, with resident expats available as required
- No import of equipment required
- Ability to operate 365 days a year - not wet, no real snow, low population density, no rivers







3.

The Project

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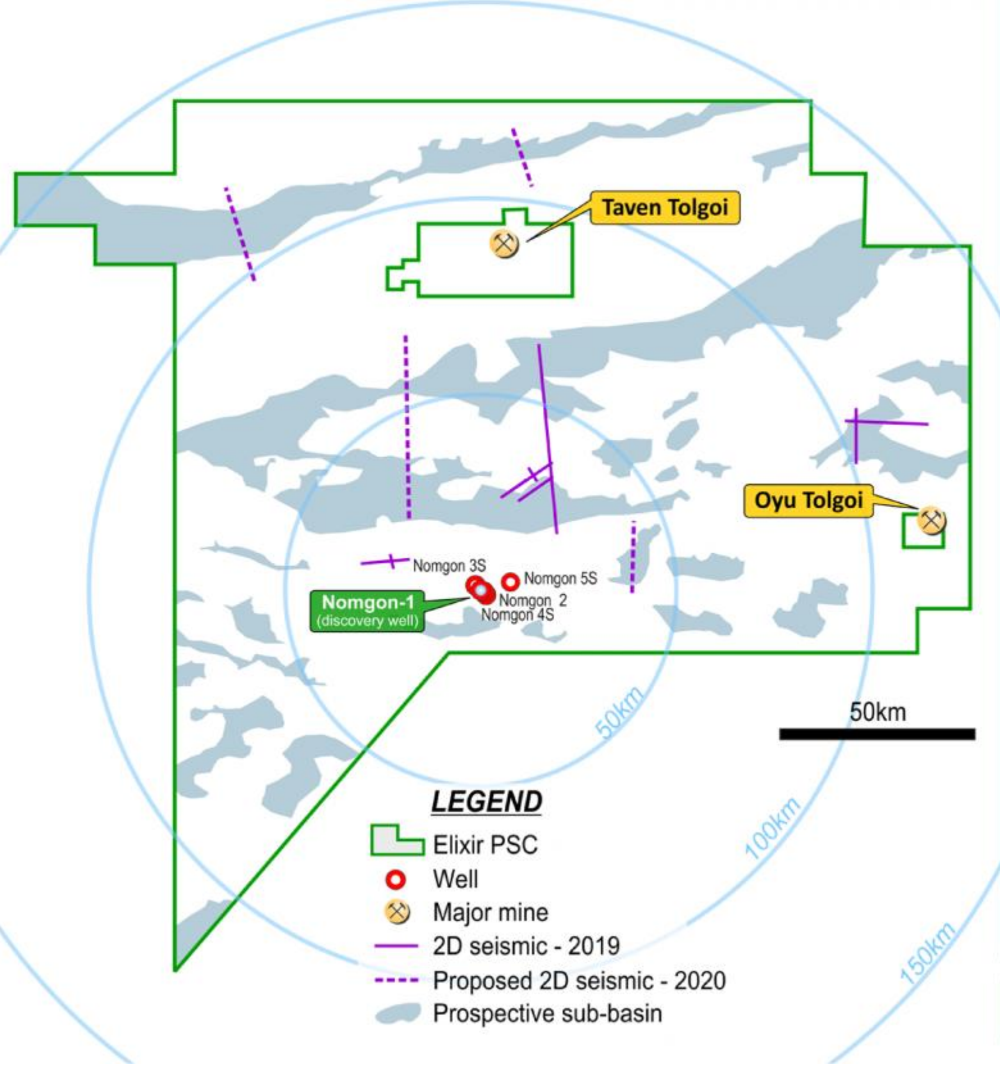
Nomgon Project

Nomgon-1 core-hole delivered a CSG discovery

- Net coal intersected of 71 metres
- Thickest coal seam (series 100 seam) package of ~50m, with net coals of 37m
- Average raw gas content of main seam measured at >5m^3/tonne and on DAF basis at ~9m^3/tonnne
- Tests from Nomgon-1 indicate main seam is fully gas saturated
- Nomgon-2 IFOT 4 delivered world class permeability of 91.5mD
- Appraisal program to date covers only a very small area of prospective ground



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Technical

Some observations made during program to date

1. Coals can be much thicker than in Australia – more energy dense per km^2 – leading to likely lower cost per GJ produced

2. Gas saturated coal seams mean lower cost of water handling in pilot and production stages

3. Very low cost of drilling and market focused location more than offset geological complexity

4. Permeability has been variable to date – but very highly permeable sections have already been found

Work Programs

- **Numerous** independent basins
- Easy terrain for pipelines could readily **link up** sub-basins
- **Continuous** process
- **Exploration** is very **low cost** for oil and gas
- **Access is easy** in global terms – not wet, no real snow, low population density, no rivers
- Elixir employs a high quality **local** team and increasingly **experienced** sub-contractors

4.

The Opportunity & Markets

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Gas Markets

BP 2020 Annual Energy Outlook

*"The outlook for **gas** is more **resilient** than either coal or oil"*

*"The global demand for gas…recovers from the near term dip associated with COVID-19 and **grows relatively robustly** over the next 15 years or so, driven primarily by economies in **developing Asia**"*

*"**China** remains the world's largest primary energy consumer….Production of natural gas **greatly increases** in China."*

China

*"China is the **world's most important** gas market"* Wood Mackenzie 5 August 2020

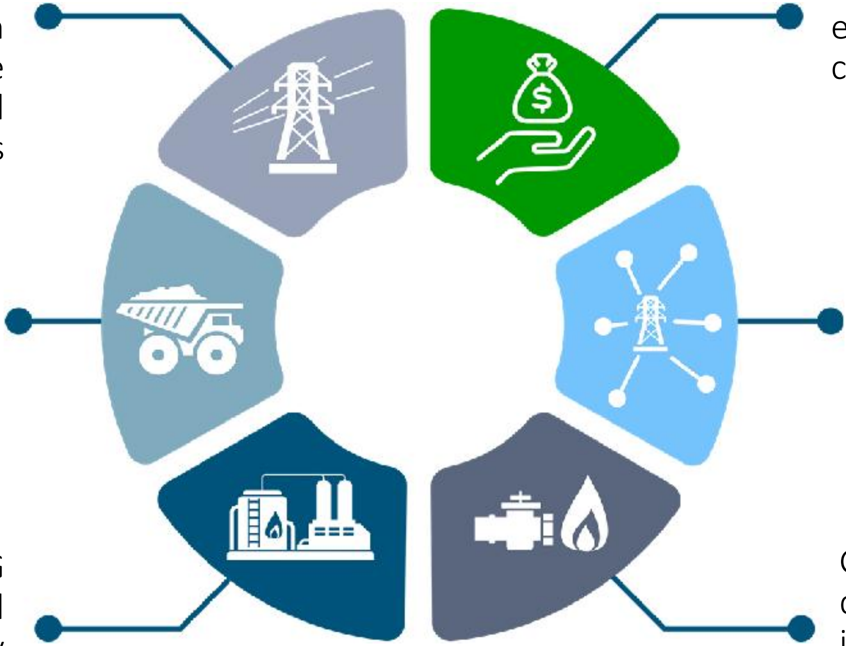
Mongolian CSG expected to be **highly cost competitive** compared to alternative sources of gas for China

- China strongly values **diversity** and **security** of supply
- Potential new **Russian pipeline** through Mongolia should be accessible for local gas

Multiple Market Opportunities

Existing large-scale electricity transmission running through the PSC to China has large spare capacity and Mongolia's grid needs new power sources

Cash-flow generation from e.g. electricity generation & SSLNG can be early and modular



Local mining and mineral processing needs new power sources – (Rio Tinto's Oyu Tolgoi mine inside the PSC) to replace Chinese imports

The Asian Super Grid project plans large scale new transmission lines through the Gobi region where the Nomgon PSC sits

Numerous small scale LNG (SSLNG) plants in China could be replicated –to e.g. supply local large coal trucking fleets

Gas complements high-quality renewable resources in the Gobi –and in the long term could be a very well located hydrogen feedstock source

Investment Highlights

Elixir delivers on strategy with first CSG discovery made in Mongolia this year

Rapid follow up with 2020 appraisal and exploration program

100% ownership position maximizes optionality in multiple ways

Low cost, safe and experienced Operator – with deep CSG expertise from Australia being transmitted to Mongolia

Multiple market channels, both local and export. Locational advantages reinforced by geo-politics

Gas symbiotic with high quality renewable resources increasingly demanded in Asia

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