

19 December 2022

UNMARKETABLE PARCEL SHARE SALE FACILITY

ADX Energy Limited (**ADX** or **Company**) (ASX:ADX) is pleased to announce the establishment of a share sale facility (**Facility**) for shareholders of fully paid ordinary shares in the Company (**Shares**) valued at less than \$500 (**Unmarketable Parcel**). Based on the price of Shares at the close of trading on 16 December 2022 (**Record Date**) of 0.7 cents, a holding of 71,428 Shares or less constitutes an Unmarketable Parcel.

The Company is offering the Facility to enable shareholders who hold an Unmarketable Parcel to sell their Shares without having to act through a broker or pay brokerage or handling fees. The Company will pay all costs associated with the sale and transfer of Shares through the Facility (excluding any tax consequences of the sale, which will be the responsibility of relevant shareholders).

The sale of Unmarketable Parcels through the Facility will also benefit the Company, as it is expected to significantly reduce the administrative costs associated with maintaining a large number of small shareholdings on the Company's share register.

In accordance with the Company's Constitution and ASX Listing Rules, the attached letter and Share Retention Form (Retention Form) will be sent to all shareholders holding an Unmarketable Parcel of Shares as at the Record Date.

Shareholders who hold an Unmarketable Parcel and wish to retain their Shares must "opt-out" of the Facility by returning their duly completed Retention Form to the Company's share registry (Computershare Investor Services Pty Limited) in accordance with the instructions on the Retention Form, by no later than 5:00pm (WST) on Friday 3 February 2023 (Closing Date), or acquire additional Shares prior to that time such that their holdings comprise a marketable parcel. Any shareholder who holds an Unmarketable Parcel and does not return a duly completed Retention Form by the Closing Date will have their Shares sold through the Facility.

Shareholders wishing to take advantage of the Facility and have their Shares sold by the Company do not need to take any action. A summary of key dates in relation to the Facility are as follows:

Event	Date
Record Date for establishing holders of Unmarketable Parcels	4:00pm WST 16 December 2022
ASX announcement regarding Unmarketable Parcels Sale Facility	19 December 2022
Despatch of Letter and Retention Form to shareholders holding an Unmarketable Parcel	21 December 2022
Closing Date for receipt of Retention Forms	3 February 2023
Estimated Remittance of Sale Proceeds of Unmarketable Parcels	Prior to 28 February 2023

ADX Energy Ltd (ASX:ADX)
ASX RELEASE



The Company reserves the right to change any of the dates referred to in this announcement or the enclosed letter and Retention Form, or to vary, cancel or delay the Facility or the sale of Shares at any time before Shares are sold, by making an announcement to ASX.

The Company does not provide any recommendation or advice as to whether shareholders holding an Unmarketable Parcel should sell or retain their Shares. If you have any questions about the operation of the Facility, please contact the Company on +61 8 9381 4266.

For further details please contact:

Paul Fink

Chief Executive Officer

+61 (08) 9381 4266

paul.fink@adx-energy.com

Ian Tchacos

Executive Chairman

+61 (08) 9381 4266

ian.tchacos@adxenergy.com.au

Authorised for lodgement by Ian Tchacos, Executive Chairman

End of this Release

19 December 2022



ADX Energy Ltd

AUSTRALIA
29 Bay Road
Claremont WA 6010
Australia

T +61 (08) 9381 4266
E admin@adxenergy.com.au

ABN 50 009 058 646

www.adxenergy.com.au

ADX Energy Ltd

UNMARKETABLE PARCEL SHARE SALE FACILITY

Dear Shareholder,

ADX Energy Limited (**ADX** or **Company**) (ASX:ADX) recognises that there are a large number of shareholders with small parcels of shares for whom it may not be cost effective to sell those shares on the Australian Securities Exchange (**ASX**).

ADX has established a share sale facility (**Facility**) for shareholders on the register who have fully paid ordinary shares in the Company with a market value of less than A\$500 (**Unmarketable Parcel**).

Your shares have been included in the Facility because our share register shows that, as at 4pm WST on 16 December 2022, the number of shares held by you was an Unmarketable Parcel (i.e. less than A\$500). Based on the price of Shares at the close of trading on 16 December 2022 of 0.7 cents, a holding of 71,428 Shares or less constitutes an Unmarketable Parcel.

If the market value of your holding remains below A\$500 at 5pm (WST) on 3 February 2023 (Closing Date), your shares will be sold, and the proceeds sent to you unless you notify us that you do not want them sold.

If you wish to retain your shares, please notify us prior to 3 February 2023 (**Facility Closing Date**) by completing and returning the share retention form (Retention Form) enclosed with this letter.

WHY HAS ADX ESTABLISHED THE FACILITY?

ADX is offering shareholders with Unmarketable Parcels an opportunity to sell their shares through the Facility at an amount not less than the simple average of the last closing price of the ADX's shares on the ASX for each of the ten trading days immediately preceding the date of any offer received by the Company for the purchase of the Unmarketable Parcels (**Offer Price**), without incurring any brokerage or transfer fees. Shareholders can choose to opt out of the Facility by completing and returning the Retention Form included.

The Facility will also reduce ADX's administrative and registry costs associated with small parcels of shares.

HOW DOES THE FACILITY WORK?

Shares included in the Facility will be sold following the Facility Closing Date, unless ADX is notified otherwise, or the holding is no longer less than A\$500.

Shareholders will not pay any brokerage or handling fees for the sale of their ADX shares under the Facility. The price that you receive for your shares under the Facility will be determined by when and how the shares are sold and will not be less than the Offer Price.

ADX directors may sell your shares on market or in any other way they consider fair and reasonable in the circumstances. You will not have control over the time at which your shares are sold, the price you receive may be different from the price quoted by ASX on any day, may not be the best price on the day that your shares are sold and may be an average price per share not less than the Offer Price based on the price obtained for all the shares under the Facility.

WHAT DO I NEED TO DO?

You can choose whether or not to participate in the Facility prior to the Facility Closing Date at 5pm (WST) on 3 February 2023.

Option 1: No further action is required to participate in the Facility. If you have not submitted a Retention Form by the Facility Closing Date, your shares will be sold through the Facility if your holding is still less than A\$500.

If your shares are sold through the Facility, you will receive the sale proceeds as soon as practicable following the Facility Closing Date. You must take action before the Facility Closing Date if you do not want to sell your shares through the Facility.

If your direct credit bank details require updating, you can amend your details online through Computershare's website at <http://www.investorcentre.com>. This will ensure you receive your funds via EFT in a timely manner (rather than a cheque).

Where your proceeds total less than \$2, these funds will be pooled together and will be donated to the Telethon Kids Institute.

Option 2: To Retain Your Shares, You Must Either:

- (a) Complete and submit the attached Retention Form to Computershare prior to the Facility Closing Date or
- (b) Top up your shareholding to be more than an Unmarketable Parcel prior to the Facility Closing Date (for example, by acquiring additional shares on the ASX). If you submit a Retention Form, please allow a reasonable time for it to be received Computershare.

A summary of key dates in relation to the Facility are as follows:

Event	Date
Record Date for establishing holders of Unmarketable Parcels	4:00pm WST 16 December 2022
ASX announcement regarding Unmarketable Parcel Sale Facility	19 December 2022
Despatch of Letter and Retention Form to shareholders holding an Unmarketable Parcel	21 December 2022
Closing Date for receipt of Retention Forms	3 February 2023
Estimated Remittance of Sale Proceeds of Unmarketable Parcels	Prior to 28 February 2023

If you hold shares in multiple shareholdings, some of which are Unmarketable Parcels, then ADX will sell those Unmarketable Parcels, unless a Retention Form is received for each shareholding, or you merge the holdings by contacting Computershare Investor Services Pty Limited on 1300 850 505 (within Australia) or +61 3 9415 4000 (outside of Australia).

IMPORTANT NOTES

The attached Information Sheet with Frequently Asked Questions, which form part of this document, set out further details on the Facility. Please read the Frequently Asked Questions before making any decision.

ADX and Computershare do not make any recommendation or give any advice to you as to whether you should participate in the Facility. ADX may modify the Facility Closing Date or may terminate or suspend the Facility. Any such modification, termination or suspension will be notified by way of a market announcement on the ASX.

Information on the market price of ADX shares is available from the ASX website (www.asx.com.au) under ASX Code "ADX". If you require further information, please contact the Company on (08) 9381 4266.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Amanda Sparks', written in a cursive style.

Amanda Sparks
Company Secretary
ADX Energy Ltd

INFORMATION SHEET

UNMARKETABLE PARCEL SHARE SALE FACILITY FREQUENTLY ASKED QUESTIONS

1. What is the Facility?

ADX has established the Facility to facilitate shareholders holding Unmarketable Parcels in ADX to sell their shares. ADX will arrange to sell the Unmarketable Parcels at no cost to you, and to remit repayment to you.

2. Why is the Facility being offered?

ADX has established the Facility to enable you to sell your shares cost effectively and simply, while also assisting ADX to reduce administrative and registry costs associated with servicing Unmarketable Parcels.

3. Does ADX have the right to sell my shares?

Under clause 3.4 of the Company's Constitution, ADX may notify shareholders who hold Unmarketable Parcels that it intends to arrange for their shares to be sold on their behalf. This letter and the Retention Form satisfy the notice requirements under clause 3.4 of the Company's Constitution.

MY ELIGIBILITY

4. What is an Unmarketable Parcel?

An "Unmarketable Parcel" is a holding of ADX shares with a value less than A\$500. Based on the closing price of ADX shares on 16 December 2022, this is a holding of 71,428 shares or less.

5. What if the value of my holding increases before the Facility Closing Date?

ADX will not sell your ADX shares if the market value of the shares increases such that you no longer have an Unmarketable Parcel on the Facility Closing Date.

6. If I buy more ADX shares before the Facility Closing Date, will I retain my holding?

ADX will not sell your shares if you increase your holding of ADX shares prior to the Facility Closing Date, such that you no longer have an Unmarketable Parcel on that date. Any additional shares acquired must be registered by the Facility Closing Date under the same name and address and with the same holding number (SRN or HIN) as set out in the accompanying Retention Form.

7. What if I sell my shares before the Facility Closing Date?

If you sell your shares in ADX prior to the Facility Closing Date, no further action will be taken.

MY PARTICIPATION

8. What are the advantages and disadvantages of selling my shares through the Facility?

The following are the key advantages and possible disadvantages of selling your shares through the Facility.

Facility Advantages

- Cash payment from sale of shareholding
- No brokerage or other selling expenses
- May not be cost effective to sell holding in other ways

Facility Disadvantages

- No further shareholding in ADX, unless you buy ADX shares again
- Possible capital gains tax payable following sale of holding
- The price of shares could be higher in the future

9. Do I need to pay anything if I participate in the Facility?

ADX will pay the brokerage and handling costs associated with your participation in the Facility. However, any taxation consequences arising from the sale of your shares will be your responsibility.

10. What do I have to do if I wish to retain my shares?

ADX will not sell your shares if you wish to retain your Unmarketable Parcel and you complete the Retention Form included and return it to Computershare. Your Retention Form must be received by Computershare before 5pm (WST) on 3 February 2023 in order to be effective.

If you hold shares in multiple shareholdings, some of which are Unmarketable Parcels, in order to retain your shares, you must submit a Retention Form for each Unmarketable Parcel or merge the shareholdings by contacting Computershare.

11. Can I withdraw my Retention Form?

You can only withdraw your Retention Form before the Facility Closing Date by sending a written request to Computershare which details your name, address and holder number (SRN or HIN) and states that you would like to withdraw your Retention Form. Your request must be signed. If your holding is in more than one name, your request must be signed by all shareholders. Your written request must be received by Computershare before the Facility Closing Date in order to be effective.

12. How do I sell my shares through the Facility?

If you wish to have your shares sold through the Facility you do not need to do anything in response to this letter.

13. What if my shares are held in a CHESS holding?

If your shares are in a CHESS holding and remain in a CHESS holding on 3 February 2023, your shares will be sold under the Facility and ADX may, without notice to you, initiate a holding adjustment to move these shares to an issuer sponsored holding or a certificated holding for the purposes of that sale.

14. How and when will my shares be sold?

Your shares will be sold in the ordinary course of trading at a price not less than the Offer Price. ADX will arrange for the shares in the Facility to be sold.

15. How much will I receive for my shares?

The price that you receive for your shares under the Facility will be determined by when and how the shares are sold at a price not less than the Offer Price. For shareholders who participate in the Facility, ADX directors may sell your shares on market or in any other way they consider fair and reasonable in the circumstances. You will not have control over the time at which your shares are sold, the price you receive may be different from the price quoted by ASX on any day, may not be the best price on the day that your shares are sold and may

be an average price per share, but not less than the Offer Price, based on the price obtained for all the shares sold under the Facility.

Neither ADX nor its respective agents and employees, provide any assurance as to what the sale price of the shares on the ASX will be or what price you will receive for your shares through the Facility.

Information on the market price of ADX shares is available from the ASX website (www.asx.com.au) under ASX Code "ADX".

Shareholders using the Facility are not able to nominate a sale price, sale date, nor a method for selling their shares. However, shareholders can opt out of the Facility by sending in a Retention Form and can choose to hold or sell their shares by other means. For instance, you can sell your shares on the ASX by contacting a broker.

16. How and when will the proceeds for the sale be sent to me?

The proceeds will be sent to you as soon as practicable. The proceeds will be made via a direct credit to your bank account at an Australian financial institution (where the Company has your details or upon nomination by you of a relevant bank account), or otherwise by cheque in Australian dollars sent to your postal address as recorded in the Company's share register.

If your direct credit details or address requires updating, you can amend your details online through Computershare's website at <http://www.investorcentre.com>. Payment will be made in Australian dollars.

You will be notified on the number of your shares that have been sold, the sale price and the total sale proceeds payable to you. A statement will be sent by post to your address as shown in ADX's register of members.

Where your proceeds total less than \$2, these funds will be pooled together and will be donated to the Telethon Kids Institute.

FURTHER INFORMATION

If you require further information, please contact the Company on (08) 9381 4266.



ADX Energy Ltd
ABN 50 009 058 646

Return your Form to the Company's share registry:

✉ **By Mail:**
Computershare Investor Services Pty Limited
GPO Box 52
Melbourne Victoria 3001
Australia

For all enquiries:

☎ **Phone:**
ADX Energy Ltd - (08) 9381 4266

💻 **Email:**
admin@adxenergy.com.au

ADX
MR SAM SAMPLE
UNIT 123
SAMPLE STREET
SAMPLETOWN NSW 2001

Share Retention Form

🔔 **If you wish to retain your shares, your form must be received by 5:00pm (WST) on Friday, 3 February 2023**

This is an important document that requires your immediate attention. It can only be used in relation to the shareholding represented by the details printed overleaf. If you are in doubt about how to deal with this form, please contact your financial or other professional adviser.

Step 1: Shareholding Details

Use this form if you wish to retain your shares in ADX Energy Ltd. If you have recently bought or sold shares your shareholding may differ from that shown. If you have already sold all your shares in ADX Energy Ltd, do not complete or return this form. If you have more than one shareholding on ADX Energy Ltd's register and you do not wish to sell your shares under the Unmarketable Parcel Share Sale Facility, you should consider consolidating them. For further advice on how to do this, contact Computershare Investor Services Pty Limited (CIS) on 1300 850 505 or +61 3 9415 4000.

Please check the details provided and update your address via www.investorcentre.com if any of the details are incorrect.

If you have a CHESS sponsored shareholding, please contact your Controlling Participant to notify a change of address.

Step 2: Signing Instructions

Individual: Where the shareholding is in one name, the shareholder must sign.

Joint Shareholding: Where the shareholding is in more than one name, all of the shareholders must sign.

Power of Attorney: Where signing as Power of Attorney (POA), you must attach an original certified copy of the POA to this form.

Companies: Where the shareholding is in the name of a Company, this form must be signed in accordance with the Corporations Act, either as:

- a Sole Director and Sole Company Secretary **OR** a Sole Director (if no Company Secretary exists), **OR**
- two Directors, **OR**
- a Director and Secretary.

Overseas Companies: Where the shareholding is in the name of an Overseas company (companies incorporated outside Australia) the form must be signed as above, or documentation must be provided showing that the company can sign in an alternate manner.

Deceased Estate: Where the shareholding is in the name of a deceased estate, all executors must sign; and a certified copy or original, of the required documentation must accompany this form. Details of the documentation required can be found by searching "deceased estates" on our website www.computershare.com or by calling Computershare Investor Services Pty Limited on 1300 850 505 or +61 3 9415 4000. If the shareholding is in more than one name the surviving shareholder may sign the form and return it together with a certified copy of the death certificate of the other joint shareholder.

Step 3: Contact Details

Entering contact details is not compulsory, but will assist us if we need to contact you.

Turn over to complete the form →

ADX Energy Ltd Share Retention Form



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STEP 1 Shareholding Details

For your security keep your SRN/
HIN confidential.

MR SAM SAMPLE
UNIT 123
SAMPLE STREET
SAMPLETOWN NSW 2001

Change of address. If incorrect, mark this box and make the correction in the space to the left. Shareholders sponsored by a broker (reference number commences with 'X') should advise their broker of any changes.

Shares held as at 4:00pm (WST) on
Friday, 16 December 2022:

2000

STEP 2 Signature of Shareholder(s) *This section must be completed.*

By signing and returning this form, in accordance with the requirements set out in 'Step 2: Signing Instructions' overleaf, I/we confirm that I/we understand that my/our **SHARES WILL NOT BE SOLD** under the Unmarketable Parcel Share Sale Facility.

Individual or Shareholder 1

Sole Director and Sole Company Secretary/
Sole Director (cross out titles as applicable)

Shareholder 2

Director

Shareholder 3

Director/Company Secretary
(cross out titles as applicable)

STEP 3 Contact Details

Contact Name _____ Contact Daytime Telephone _____ Date / /

Email Address _____

Please ensure you return your completed form to the address overleaf, or alternatively, email a copy of your completed form to corpactprocessing@computershare.com.au. Please ensure only one form is attached per e-mail and please do not use this e-mail address for any other purpose.

Tick this box if you would like to receive
all future communications by email.

Privacy Notice

The personal information you provide on this form is collected by Computershare Investor Services Pty Limited (CIS), as registrar for the securities issuers (the issuer), for the purpose of maintaining registers of securityholders, facilitating distribution payments and other corporate actions and communications. In addition, the issuer may authorise us on their behalf to send you marketing material or include such material in a corporate communication. You may elect not to receive marketing material by contacting CIS using the details provided above or emailing privacy@computershare.com.au. We may be required to collect your personal information under the Corporations Act 2001 (Cth) and ASX Settlement Operating Rules. We may disclose your personal information to our related bodies corporate and to other individuals or companies who assist us in supplying our services or who perform functions on our behalf, to the issuer for whom we maintain securities registers or to third parties upon direction by the issuer where related to the issuer's administration of your securityholding, or as otherwise required or authorised by law. Some of these recipients may be located outside Australia, including in the following countries: Canada, India, New Zealand, the Philippines, the United Kingdom and the United States of America. For further details, including how to access and correct your personal information, and information on our privacy complaints handling procedure, please contact our Privacy Officer at privacy@computershare.com.au or see our Privacy Policy at <http://www.computershare.com/au>.