

15 May 2019

OVERSUBSCRIBED PLACEMENT RAISES ~\$3.6M & LICENCE ISSUED

OVERSUBSCRIBED PLACEMENT

Elixir Energy Limited (“Elixir” or the “Company”) is pleased to announce that it has received strong support for a placement of new shares in the Company, on the following terms:

1. The Company has received commitments to raise ~\$3.6 million (before costs) through a placement of new shares that, after scaling back for oversubscriptions, fully utilises its placement capacity under Listing Rules 7.1 and 7.1A. The total number of shares to be issued under the placement is 99,440,807 (58,464,484 under 7.1 and 38,976,323 under 7.1A).
2. The issue price is 3.6c, which represents a 10% discount to the last closing price and an 8.6% discount to the 10-day VWAP.
3. The placement shares are expected to be allotted on Friday the 24th of May with commencement of normal trade of the new shares on the ASX on that same day.
4. Following completion of the placement and payment of capital raising fees, the Company will have approximately \$4.8 million in cash and 487 million shares on issue.
5. Joint lead managers for the placement were Perth based Nascent Capital Partners and Sydney based Originate Capital.

The placement funds will allow the Company to vigorously pursue its seismic and corehole drilling program for 2019 (with options to expand the drilling program beyond an initial 2 well plan), meet all Government rents, fees & bonuses required under the PSC and cover working capital requirements.

The Company’s CEO, Mr Neil Young, noted that *“the strong support for this capital raising from across Australia is a testament to multiple factors, including the exciting gas targets that this year’s exploration program is pursuing, together with the excellent team being assembled at all levels of the Company, from the Board to the local Gobi community.”*

EXPLORATION LICENCE ISSUED

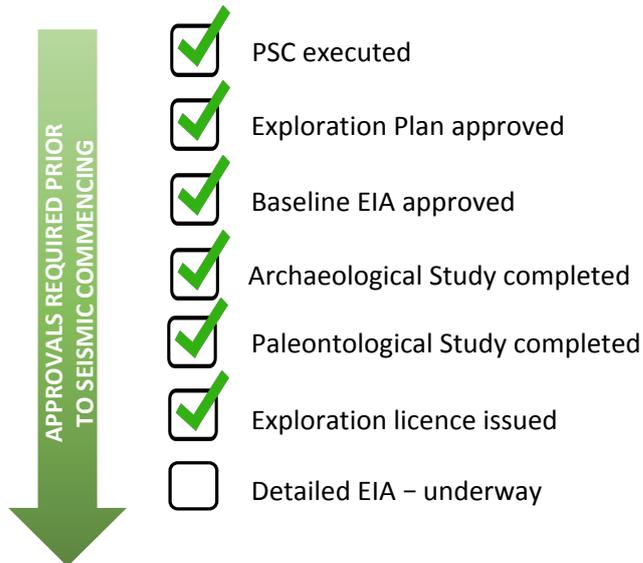
Elixir is also pleased to announce that the Mongolian Minister of Mining & Heaving Industry (MMHI) has now issued the Company with an exploration licence under its 100% owned Nomgon IX CBM PSC. This is a procedural step that allows the company to commence field operations. The licence has a 10 year initial term.

The status of the various Government approvals that the Company has been addressing this year are summarized below:

ASX ANNOUNCEMENT



Elixir Energy



Mr Young added *“We are pleased to have passed the latest milestone on the pathway of securing customary Government approvals required for our upcoming exploration program. Securing sign-off of the DEIA is the last remaining step and our in-country team is currently in the field engaging with the local community as part of this process.”*

CHANGE OF NAME

As approved by shareholders at the General Meeting held on 29 March 2019, the Company has now changed its name to Elixir Energy Limited. The Company’s ASX ticker “EXR” remains unchanged. The Company’s new website is www.elixirenergy.net.au

APPOINTMENT OF MANAGING DIRECTOR

The Board of Elixir also wishes to advise that it has now formally appointed Chief Executive Officer Mr Neil Young as the Company’s Managing Director.

For further enquiries, please contact:

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For further information on Elixir, please visit the Company’s website at www.elixirenergy.net.au or follow us on Twitter.

ASX CODE: EXR

www.elixirenergy.net.au

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