

1 August 2019

DRILLING CONTRACT SIGNED

Elixir Energy Limited (“Elixir” or the “Company”) is pleased to announce that it has now signed a binding drilling services contract with Mongolian company Erdenedrilling LLC (“Erdene”).

The contract enables Elixir to drill two fully tested coal-bed methane (CBM) core-holes (“wells”) with the option for another well. The Company estimates the first well will be spudded in or around late September/early October. These will be the first CBM wells in Mongolia to be tested to international best practice gas industry standards.

Erdenedrilling has sub-contracted Arizona based Coal Gas Technology Co (CGT) to supply equipment and technical services in connection with gas content testing. CGT has more than 30 years of experience in providing such services to the CBM industry - across North America, Australia, China and other countries. Elixir will directly source permeability testing services from Australia.

Elixir’s Managing Director, Mr Neil Young, said *“Our upcoming core-hole program is on track to supply us with the key data we need to start to convert part of the massive prospective resources independently confirmed in our PSC into contingent resources. Quite simply, we aim to book Mongolia’s first gas discovery within less than six months.”*



Erdene’s CEO Mr B Shikhtulga and EXR’s Country Manager Mr B Achitsan

For further enquiries, please contact:

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

Elixir Energy is a gas exploration company focused on its 100% owned Nomgon IX coal-bed methane (CBM) production sharing contract (PSC) located in the South of Mongolia, proximate to the Chinese border.

ASX CODE: EXR

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