



ASX ANNOUNCEMENT

9 AUGUST 2021

JULY REVENUE INCREASES TO A\$1.8M AS PRODUCTION STABILISES

AXP Energy Limited (ASX: AXP, US OTC: AUNXF), ('AXP', 'Company') is pleased to confirm that month-on-month revenue continues to steadily increase with the Company recording net revenue (being revenue after royalties) of A\$1.8M¹ for July 2021.

AXP is reassured by the net revenue performance in the first month of the September quarter and, barring any unforeseen circumstances, expects to exceed our June quarter net revenue of A\$4,386,654.

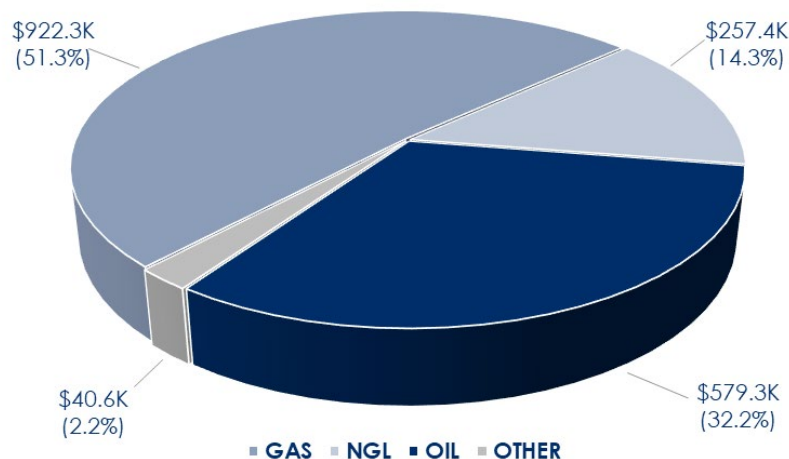
The improved result has been driven by more reliability downstream, with significantly fewer gas processing outages for the month, as well as AXP benefiting from improved gas pricing from 1 July on the re-negotiated sales contract (announced 29 June) and improving gas spot prices applicable to remaining gas sales. Net revenue from sales of natural gas and natural gas liquids (NGL) increased 42% in July to A\$1,179,657, up from A\$830,333 in June 2021.

Net revenue from oil sales was lower in July at A\$579,278 (June 2021: A\$874,672) as the Company moderated the sell down of its oil inventory, which is currently sitting comfortably above 22,000 BBL at month end.

COMMENT

Chairman Simon Johnson commented: "We have commenced the September quarter strongly with solid revenue performance in July. What is very pleasing and noteworthy about this result is that it is due to improved operational performance and reliability from our core natural gas and NGL operations, rather than a reliance on a heavy sell down in oil inventory. This clearly confirms the early gains from the production improvements we are making across the Company. It's still early days and we see much more upside."

JULY NET REVENUE SPLIT



NOTE 1. Based on exchange rate of AUD:USD of 0.7396 as at 30 July 2021

This announcement has been authorised by the Board of AXP Energy Limited.

END

FURTHER INFORMATION

Simon Johnson, Non-Executive Chairman: 0417 478 818

Sam Jarvis, Non-Executive Director: 0418 165 686

ABOUT AXP ENERGY LIMITED

AXP ENERGY Limited (ASX: AXP) (formerly Fremont Petroleum Corporation Limited) is an oil & gas production and development company with operations in Colorado, Illinois, Kentucky, Tennessee and Virginia. AXP's focus is to aggressively grow daily production by improving current asset performance and opportunistically acquiring onshore USA oil & gas assets with the following characteristics: producing conventional oil & gas wells; production that can be enhanced through low-cost field operations and workovers; leases which are held by production and which do not require ongoing drilling commitments; and economies of scale which can be achieved by acquiring and carrying out similar enhancement strategies on contiguous or nearby fields with similar characteristics.

DISCLAIMER

This announcement contains or may contain "forward looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21B of the Securities Exchange Act of 1934. Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, goals, assumptions or future events or performance are not statements of historical fact and may be "forward looking statements." Forward looking statements are based on expectations, estimates and projections at the time the statements are made that involve a number of risks and uncertainties which could cause actual results or events to differ materially from those presently anticipated. Forward looking statements in this action may be identified through the use of words such as "expects", "will," "anticipates," "estimates," "believes," or statements indicating certain actions "may," "could," or "might" occur. Hydrocarbon production rates fluctuate over time due to reservoir pressures, depletion, down time for maintenance and other factors. The Company does not represent that quoted hydrocarbon production rates will continue indefinitely.