



ASX ANNOUNCEMENT

10 SEPTEMBER 2021

AUGUST REVENUE STEADY AT ~A\$1.8M

AXP Energy Limited (ASX: AXP, OTC US: AUNXF), ('AXP', 'the Company') is pleased to update shareholders on revenue performance for August with the Company recording net revenue (being revenue after royalties) of approximately A\$1.8M¹ in for the month (July 2021: \$1.8M).

Revenue generated in the first two months of the September quarter is approximately A\$3.6M, and the Company confirms that barring any unforeseen circumstances, it expects to comfortably exceed the June quarter's net revenue of \$A4,386,654.

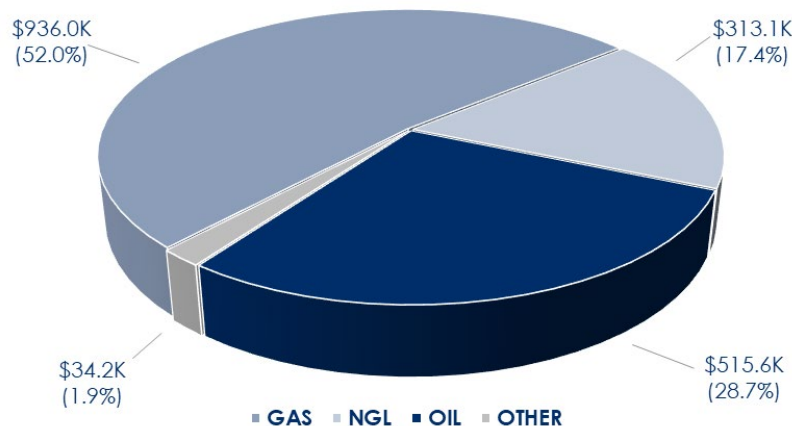
Revenue performance in August was driven by improved downstream reliability with lower natural gas production outages. Net revenue from sales of natural gas and natural gas liquids (NGL) again increased to \$A1,249,155 (July: A\$1,187,039). The revenue increase in August is driven by improving gas prices and the first increases of production volumes from some new wells being brought back into production. The stable revenue was despite four days of downstream interruptions which, had they not occurred, would have resulted in a further ~8% in net revenue.

Net revenue from oil sales was lower at A\$515,605 (July 2021: A\$582,903) as the Company moderated oil sales due to the weakness in the oil price in the earlier part of the month. As for prior months, AXP maintains valuable unsold oil inventory of 22,152 barrels of oil.

COMMENT

Chairman Simon Johnson commented: "August was another steady month and we are on track to deliver a strong performance in the September quarter, well up on the revenue recorded for the June quarter. We anticipate revenue to continue steadily tracking up as we benefit from strengthening natural gas prices and the new production that we will bring on from the field development work. This work is ramping up now the US summer vacation season is over. AXP is in good shape, and as in prior months, we will continue to keep shareholders updated on our progress."

AUGUST NET REVENUE SPLIT



¹ Based on exchange rate of US\$0.735 to AUD at 10 September 2021

ASX TRADING SUSPENSION

On 16 August 2021, AXP requested a voluntary suspension of the Company's listed shares pending the release of an announcement of a material Heads of Agreement (HOA). The Company is continuing to consult with ASX regarding the application of the Listing Rules to the HOA and will update shareholders when it satisfies ASX's queries.

In the interim, AXP will keep shareholders updated on operational progress and all other statutory reporting obligations. The Board thanks shareholders for their support.

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

Robert Lees, Company Secretary: 0411 494 406

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.