

6 December 2022

Company Update

Octanex Limited (ASX: OXX, “Octanex” or the “Company”) advises that it has received an expression of interest from its Chairman, Mr Geoffrey Albers, advising that Mr Albers intends to submit a proposal whereby companies and interests associated with Mr Albers would, subject to the approval of non-Albers shareholders and compliance with all necessary legal and regulatory requirements, acquire the Octanex shares held by other (Non-Albers) shareholders and the Company would be privatised.

Over recent years Octanex’s operations have moved from being an active offshore oil and gas exploration company to a Company exploring for minerals with a focus on the Sefton Project in the East Yilgarn region of Western Australia. The initial objective of the Sefton Initiative was that initial exploration activities could lead to the establishment of a viable project on which to grow Octanex in the mineral space.

Unfortunately, as announced to ASX, Octanex’s mineral exploration endeavours in the East Yilgarn have not succeeded in defining any compelling targets for testing, leading to the decision to relinquish the remaining exploration tenements. Most recently, costs of phase out of activities, as well as general management and outgoings of Octanex, have been met by funds borrowed from companies controlled by Mr Albers.

Octanex now has no exploration assets, having executed documents to relinquish its remaining exploration tenements

By virtue of having borrowed funds to complete its assessments and phase-out costs, Octanex is indebted to the Albers Group. At present, Octanex has liabilities of \$760,069 on account of loans from Albers Group and moneys due to employees on account of accrued employee entitlements.

Mr Albers has indicated that he will continue to fund Octanex in order to meet its commitments through to successful conclusion of discussions as to the future course for Octanex. The forward projections of outgoings are anticipated to see further drawdown of loans from Mr Albers.

Mr Albers has advised of his intention to submit a proposal to privatise Octanex by his interests acquiring all of the remaining shares in Octanex not held by him and his interests, with the result that Octanex would become entirely owned by entities associated with him.

Mr Albers and interests associated with him hold approximately 60.02% of Octanex’s shares on issue.



The consideration that Mr Albers will offer to the non-Albers Shareholders is yet to be determined. and will be set out in a privatization proposal to be submitted to the Company and considered by the Directors other than Mr Albers, being Ms Rae Clark and Mr James Willis.

Following receipt of Mr Albers' privatization proposal, an update will be provided to shareholders with further details. .

For more information

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