



27 October 2014

Dear Shareholder

It is with great pleasure I write to you for the first time as Elixir Petroleum's newly appointed Managing Director. It has been a busy time for Elixir in recent months with a number of changes to the Company, both in its shareholder and asset base.

An exciting change for the Company has been the successful acquisition of a highly prospective new low cost conventional oil play in Colorado. This oil play has yielded the discovery of several new producing oil fields in recent years and Elixir is now well underway with the technical work necessary to maximise our chance of replicating that success during our exploration drilling program in 2015.

I would like to thank Hartleys Limited (our corporate advisor) which has supported the Company through this transition period and assisted Elixir in successfully securing additional funding for the Petra Project. It was also pleasing to see the associated Share Purchase Plan offering fully subscribed by our existing Shareholders, a feat not many resource companies have been able to achieve in the current market.

We remain optimistic on the potential of the Moselle Permit in France however the frustrating delays with the renewal process is why Elixir is now pursuing the Petra Project, another high quality exploration asset. We will continue to aggressively lobby the French administration for the renewal of the Moselle Permit given the significant value we consider this project to have, but are unlikely to allocate further funds towards this project until the renewal is received.

I personally look forward to the challenge of continuing to grow the business and securing the future of the Company. With the continued support of Shareholders, our corporate advisor and the Board, I am confident I can do so.

Included in this package of documents is an executive summary of the recently published research report from Hartleys. The full report is available on Elixir's website along with other information about Elixir which I encourage you to read. (www.elixirpetroleum.com)

You are of course invited to attend the 2014 Annual General Meeting which will be held at the **Celtic Club in West Perth at 2.00pm on 28 November 2014**. At the meeting, you will be able to meet the Board of Directors of Elixir, take in a presentation on the new projects and ask any questions you may have regarding your Company. I look forward to seeing you there.

Yours Sincerely,

Dougal Ferguson
Managing Director
ELIXIR PETROLEUM LIMITED