

Announcement to ASX

19 July 2023

Asset Sale – Alberta Plains, Canada

Highlights

- XST sells its 35% Working Interest in the Alberta Plains oil and gas project
- XST will realise net consideration circa A\$1.2m¹

Xstate Resources Limited (**ASX:XST**) ("**Xstate**" or "**the Company**") is pleased to advise that its wholly owned Canadian subsidiary, Xstate Energy Limited ("**Xstate Energy**"), has entered into an agreement to sell 100% of its working interest in the Alberta Plains Project Assets in Alberta, Canada ("**the Project**") to Blue Sky Resources Limited ("**Blue Sky**") for a consideration of C\$1,575,000 (approximately A\$1,750,000).

The sale agreement is noted as being subject to the Company receiving any and all requisite approvals, if required, specifically from regulators (ASX) and shareholders. There are no other conditions precedent to be fulfilled in order for the transaction to progress. The completion date of the transaction is 60 days from execution of the agreement.

The effective date of the transaction is 1 January 2023. As of this date, Xstate Energy owed Blue Sky a total of C\$492,965. As a result, the transaction will net proceeds of C\$1,082,035 (approximately A\$1,200,000) payable to Xstate Energy in relation to the Alberta Plains Project operations.

This release was approved by the Board of the Company

Andrew Childs

Executive Chairman

Xstate Resources Limited

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About Xstate Resources Limited:

Xstate Resources (ASX Code: XST) is an ASX listed company focused on the oil and gas sector. The Company has oil and associated gas production interests in Alberta Canada and Austria, and exploration assets located in the Sacramento Basin, California. Xstate is presently pursuing new opportunities in the oil and gas sector globally.

¹ Using AUD/CAD exchange rate of AUD 100 = CAD 90