

Announcement to ASX

18 September 2023

Update on Alberta Plains Asset Sale

Xstate Resources Limited (**ASX:XST**) ("**Xstate**" or "**the Company**") advise that it has agreed with Blue Sky Resources Limited ("**Blue Sky**") to defer the completion date of its sale agreement to 2 October 2023, at which time the Company will receive net proceeds C\$1,082,035 (approximately \$1,240,000) as consideration for the sale of its 35% working interest in the Alberta Plains Assets, as announced to the market on 19 July 2023.

The Company has consulted with ASX and received confirmation that no shareholder approval is required under Listing Rule 11.1.2 for the transaction to progress to completion.

The majority of the proceeds will be employed as funding a proportion of the Company's 20% working interest contributions for the Anshof-2 appraisal and development well, anticipated to commence in Q4 2023.

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.