16 January 2019

ELIXIR NEW OPTION OFFER CLOSING DATE

Elixir Petroleum Limited (ASX:EXR) (Elixir or the Company) reminds all Eligible Shareholders that the non-renounceable offer of New Options in Elixir is due to close at 5.00pm WST on **Monday, 21 January 2019**. The Closing Date will not be extended, and any shortfall is expected to be placed by the Directors on or before 29 January 2019.

The offer of New Options is being made to all eligible Elixir shareholders and is for one (1) New Option for each four (4) shares held by shareholders at the Record Date (21 December 2018) at an application price of $0.01 per New Option (the Offer). The New Options will be listed on ASX and be exercisable into one Elixir Share at $0.075 on or before 31 December 2020.

Funds raised under the Offer will supplement the Company's existing cash reserves which will be used to undertake the initial exploration programme in the Nomgon IX CBM PSC, with a 2D seismic survey scheduled to commence in Q2 2019. The 2D seismic acquisition and interpretation will be followed by a minimum two well CBM drilling programme scheduled for commencement in Q3 2019.

This 2019 program is designed to provide a foundation for a subsequent pilot drilling and flow testing programme in 2020. This second phase of work will further de-risk the very large prospective resources which have been independently assessed within the PSC area (see Elixir's ASX announcement of 19 November 2018).

The Company encourages all Eligible Shareholders to read the Prospectus which more fully describes the Offer. If you are in doubt as to the value of the Offer, then the Company encourage you to contact your financial advisor before taking any action.

For further enquiries, please contact:

Dougal Ferguson	**Neil Young**
Managing Director	*Chief Executive Officer*
+61 (8) 9226 2111	*+61 (8) 9226 2111*

For further information on Elixir Petroleum, please visit the Company's website at www.elixirpetroleum.com