

18 November 2019

DRILLING UPDATE

Elixir Energy Limited (“Elixir” or the “Company”) today provides an update on its 2019 drilling program.

The program’s prime aim is the drilling of two fully tested core-holes (with an option for a third), the results of which will feed into a contingent resource assessment in the New Year. The program started with low cost chip-holes with multiple calibration and exploration aims. All wells are being drilled under a turn-key contract such that Elixir is paying on a per metre not per day basis.

As of Sunday 17 November 2019, the status of the drilling program was as set out below.

- The Ugtaal-1 core-hole spudded last Monday night. As of yesterday morning it had reached a depth of 122 metres. Intersected lithologies include conglomerates, carbonaceous mudstones and thin coal stringers so far.
- Analysis has commenced on the encouraging findings from the BO-CH-1 chip-hole, which demonstrated gas in the system, coal seams of a thickness which are productive in Australia and natural fracturing which may support good permeability.
- The BO-CH-2 chip-hole had reached 408 metres as at Sunday morning.
- Both rigs have been winterized and the desorption lab set up at Ugtaal-1.



The winterized Ugtaal-1 well site

ASX CODE: EXR

www.elixirenergy.net.au

Elixir Energy Ltd is a gas exploration company focused on the 100% owned Nomgon IX coal-bed methane (CBM) production sharing contract (PSC) located in the South of Mongolia, proximate to the Chinese border. The 30,000 km² PSC was executed in September 2018 and has a 10+ year exploration period.

ASX ANNOUNCEMENT



Elixir Energy

Elixir's Managing Director, Mr Neil Young, said: "With the spudding of the Ugtaal-1 core-hole we have now commenced our key well for 2019. We anticipate the well reaching the Permian section later this week after which we will start testing coal cores for their gas content."

For further enquiries, please contact:

Neil Young - Managing Director
Elixir Energy Ltd (ABN 51 108 230 995)
Level 10, 50 Pirie Street
Adelaide SA 5000, Australia

For further information on Elixir Energy, please call us on +61 (8) 7079 5610, visit the Company's website at www.elixirenergy.net.au or follow us on Twitter

ASX CODE: EXR

www.elixirenergy.net.au

Elixir Energy Ltd is a gas exploration company focused on the 100% owned Nomgon IX coal-bed methane (CBM) production sharing contract (PSC) located in the South of Mongolia, proximate to the Chinese border. The 30,000 km² PSC was executed in September 2018 and has a 10+ year exploration period.