



EXERCISE OF OPTION OVER FRASER RANGE PROJECT (EL63/1617)

AXG Mining Ltd (ASX: AXC) ("AXG Mining" or "the Company") is pleased to advise that it has exercised its option to acquire 100% of EL63/1617 (Mt Ridley N). The consideration is the issue of 14,285,714 fully paid ordinary shares to XTL Energy International Ltd (or its nominees), a Perth based unlisted public company engaged in mineral exploration, subject to shareholder approval to be obtained at the Annual General Meeting of the Company to be held on 28 November 2014.

EL63/1617 is situated in the Fraser Range Province of Western Australia and covers approximately 153km² (refer Figure 1).

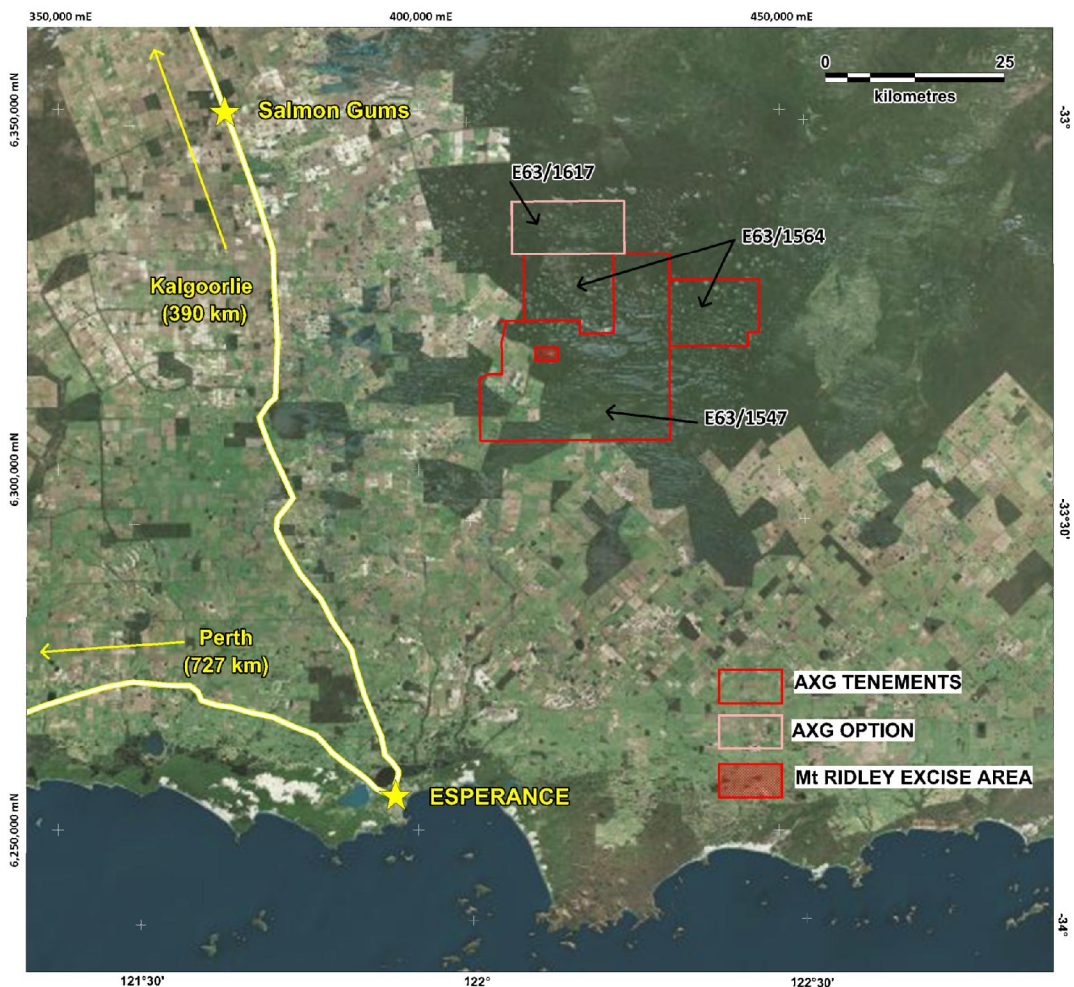


Figure 1 – Tenement Location Map

For and on behalf of the Board

Mr Robert Downey
Chairman