ASX ANNOUNCEMENT **31 August 2026**

MUTUAL TERMINATION OF BLOCK IX FARM-IN, SYRIAN ARAB REPUBLIC

AXP Energy Limited (ASX: AXP) ("AXP" or "Company") advises that it has agreed with Simpora Latakia Limited ("Simpora") to mutually terminate the farm-out agreement and associated joint operating agreement in respect of the Lattakia Contract covering Block IX, onshore Syrian Arab Republic. AXP entered into the arrangements in June 2026 with a view to earning a 25% participating interest in the Lattakia Contract.

Having regard to the anticipated timing of activity under the Lattakia Contract relative to AXP's near-term operational and portfolio priorities in Oklahoma, the parties have agreed that termination of the arrangements is in the best interests of both parties. AXP appreciates the constructive engagement with Simpora throughout.

Block IX comprises approximately 10,039 square kilometres in northwestern Syria and remains a globally significant exploration opportunity. AXP wishes Simpora well in the continued advancement of this exciting project.

The termination is by mutual agreement and releases each party from further obligations under the terminated arrangements. The initial payment of US$100,000 made by AXP on entry into the arrangements will be retained by Simpora, however no further amounts are payable by AXP in connection with the arrangements.

AXP will continue to assess opportunities consistent with its strategy and funding capacity and will update shareholders in due course.

This announcement has been authorised for release by the Board of AXP Energy Limited.

FURTHER INFORMATION

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ABOUT AXP ENERGY LIMITED

AXP Energy Limited (ASX: AXP, OTC: AUNXF) is an oil & gas production and development company with operations in Colorado and Oklahoma.

DISCLAIMER