



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 Simpura Latakia Limited ("Simpura") 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 Simpura throughout.

Block IX comprises approximately 10,039 square kilometres in northwestern Syria and remains a globally significant exploration opportunity. AXP wishes Simpura 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 Simpura, 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

Dan Lanskey – Managing Director & CEO: +61 (0)451 558 018

Ben Jarvis, Six Degrees Investor Relations: +61 (0)413 150 448 | ben.jarvis@sdir.com.au

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

This announcement contains or may contain "forward looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21B of the Securities Exchange Act of 1934. Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, goals, assumptions or future events or performance are not statements of historical fact and may be "forward looking statements." Forward looking statements are based on expectations, estimates and projections at the time the statements are made that involve a number of risks and uncertainties which could cause actual results or events to differ materially from those presently anticipated. Forward looking statements in this action may be identified through the use of words such as "expects", "will," "anticipates," "estimates," "believes," or statements indicating certain actions "may," "could," or "might" occur. Hydrocarbon production rates fluctuate over time due to reservoir pressures, depletion, down time for maintenance and other factors. The Company does not represent that quoted hydrocarbon production rates will continue indefinitely.