



ASX ANNOUNCEMENT

4 FEBRUARY 2025

FIRM COMMITMENTS TO RAISE AU\$1.25M

HIGHLIGHTS

- Firm commitments received to raise AU\$1.25 million by way of a two-tranche placement to sophisticated, professional and institutional investors;
- Issue price of AU\$0.0015 per share represents a 9.2% premium to the 15-day VWAP;
- Funds raised from the placement will be applied to advancing the Company's roll-out of modular data centres and working capital.

AXP Energy Limited (ASX: AXP, OTC US: AUNXF), ('AXP', 'Company') is pleased to confirm that it has received firm commitments from sophisticated and professional investors to raise AU\$1.25M (before costs) through the issue of 833,333,333 fully paid ordinary shares ('Shares') at issue price of AU\$0.0015 per Share. Of the AU\$1.25M, Directors have committed AU\$165,000, subject to shareholder approval.

Funds raised will primarily be used to advance the Company's roll-out of Modular Data Centres ("MDCs") connected to off-grid power generation infrastructure at AXP's 100%-owned Pathfinder Field in Colorado, as well as for working capital. The underlying energy source for the power generation is the large volume of stranded natural gas within AXP's Colorado leases, which currently encompasses at least 24 ready-to-connect oil & gas wells.

As reported, the first two MDCs have been established at the Pathfinder #2 well site under a Joint Development Agreement ("JDA") with Blackhart Technologies which is undertaking Bitcoin mining. An update on the progress of this operation and the set-up of two additional sites, JW Powell and Kelce Court will be reported shortly. AXP is now assessing expansion beyond these first three sites to commercialise Pathfinder's significant gas resource.

Chairman Sam Jarvis said: "We are grateful to shareholders and new investors for their commitment to this modest Placement, our first since November 2020. Our primary focus at this time is demonstrating the success and reliability of the first the gas-to-power-data centre operation at Pathfinder #2; to date we are encouraged by progress. Supporting Blackhart with their Bitcoin mining operations with reliable gas-to-power generation is a critical deliverable for us at this time. We look forward to reporting more regularly on the progress of these operations and capitalizing on the growing demand for off-grid power by data centre owners and operators in North America. Pathfinder's 2C gas resources of 744 Bcf⁽¹⁾ of natural gas makes our project potentially very valuable, particularly as we begin to monetise the gas."

(1) 'Bcf' means Billion Cubic Feet. This information is extracted from AXP's Annual Report to Shareholders 2024, ASX announcement dated 20 September 2024, available at www.axpenergy.com.au or www.asx.com.au

Placement Details

Under the Placement, the Company will issue approximately 833,333,333 new fully paid ordinary shares and at issue price of AU\$0.0015 per Share. The Placement price represents a 9.2% premium to the 15-day Volume weighted Average Price ('VWAP') (\$0.00137). Shares from the Placement will be issued under the ASX Listing Rules 7.1 and 7.1A.

Indicative Timetable

The Company reserve the right to vary these dates

| Event | Date |
|--|--------------------------|
| Trading Halt | Friday, 31 January 2025 |
| ASX Announcement / Resume Trading | Tuesday, 4 February 2025 |
| Settlement of the New Shares | Friday, 7 February 2025 |
| Expected date of ASX quotation of New Shares | Monday, 10 February 2025 |

Effect of Raising

The effect of the announced raising on the capital structure of the Company is set out below

| | Number |
|--|----------------------|
| Shares currently on issue | 5,824,680,673 |
| Placement | |
| Shares to be issued under LR7.1A placement capacity | 582,468,067 |
| Shares to be issued under LR7.1 placement capacity | 250,865,267 |
| Total Shares on issue after completion of Placement | 6,658,014,007 |
| | |
| Broker Options to be issued | 45,000,000 |

Confirmation of Lifting of Trading halt

AXP Energy confirms that this announcement is intended to lift the trading halt requested by the Company on 31 January 2025.

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

-ENDS-



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 core operations in Colorado. AXP is focused on repurposing stranded gas at its 100%-owned Pathfinder Field for power generation and plans to sell this power to data centre operators and owners focused on High Performance Computing (HPC) including AI, rendering and other high processor intensive operations. It has secured its first customer with Blackhart Technologies LLC. AXP has 24 operating oil & gas wells at its Pathfinder Field.

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.