ASX ANNOUNCEMENT **2 July 2026**

ASX: AXP | OTC: AUNXF

Charlie #1 Production Enhancement Program

Highlights

- **Production enhancement program to commence within the next 21 days at the Charlie #1 well on the Edwards Lease in Noble County, Oklahoma.**
- **Additional hydrocarbon-bearing intervals identified through detailed technical evaluation to be perforated and production tested (*see image 1 below*).**
- **Program designed to enhance production, improve well economics and further evaluate the stacked-pay potential of the Mississippian reservoir.**
- **Low-cost recompletion strategy may provide a repeatable development model across AXP's broader Oklahoma acreage.**
- **AXP will continue to focus on Oklahoma field development while concurrently advancing its recently announced farm-in in Syria.**

AXP Energy Limited (ASX: AXP) ("AXP" or the "Company") is pleased to advise that it will commence a production enhancement program at its 100%-owned Charlie #1 well on the 100% owned Edwards Lease in Noble County, Oklahoma, with field operations expected to commence before the middle of this month.

Following on from the production update provided to shareholders on 23 April 2026, AXP has identified new zones of interest to potentially increase oil & gas flow rates. The program will involve the perforation and testing of additional hydrocarbon-bearing intervals within the Mississippi Lime formation identified during a comprehensive review of the original wireline logs, resistivity data, micro logs and mud logs acquired during drilling of the Charlie #1 well *(see Image 1 below)*.

Further technical evaluation indicates that additional intervals exhibit encouraging reservoir characteristics, including favourable porosity development, hydrocarbon shows, fluorescence and oil staining. These intervals are considered prospective for incremental production and provide the opportunity to further assess the multi-zone potential of the Edwards Lease.

The production enhancement program has been designed as a low-cost operational initiative that leverages the existing wellbore and infrastructure. Subject to operational results, AXP will evaluate further staged recompletions and optimisation activities to maximise recovery from the well. Works are anticipated to commence before the middle of the month with results expected shortly thereafter.

Managing Director, Daniel Lanskey, commented: "*The Charlie #1 well has successfully confirmed the presence of a productive hydrocarbon system within the Edwards Lease. While the well has produced commercially, we believe it has not yet realised its full production potential. Our technical evaluation has identified several additional hydrocarbon-bearing intervals that remain* *untested and provide an attractive opportunity to enhance production through a relatively low-cost recompletion program.*

If successful, this program has the potential not only to improve the economics of Charlie #1 but also to establish a repeatable development strategy across our broader Oklahoma acreage, where stacked reservoir intervals provide multiple opportunities for future production growth."

"AXP is very committed to development of its 1,400 acres in Oklahoma and these leases hold considerable value. Works will continue here and concurrently, we plan to advance our activities in the Middle East through the recently announce farm-ion to Block 9 onshore Syria which represent a compelling opportunity for us. Further updates in this regard are pending."

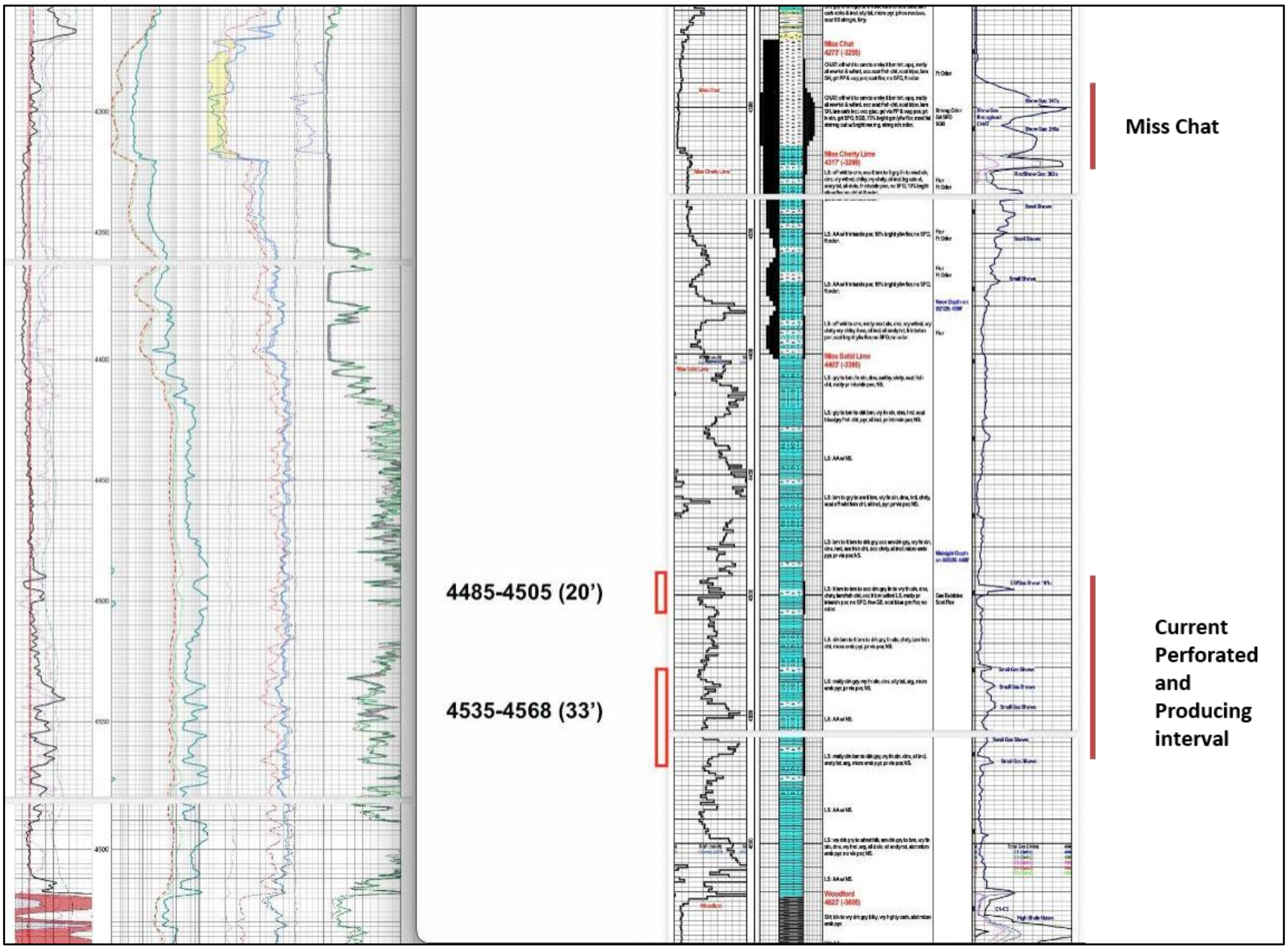

Figure 1 Miss Lime interval log from Charlie #1 Well

The Company expects to provide a further market update at the conclusion of the recompletion program and commencement of production testing.

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 and gas production and development company focused on growing production and unlocking value from its portfolio of energy assets in the United States.

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