ADX Energy Ltd (ASX: ADX)

September 08, 2025

Share price: A$0.03
Target: A$0.30

Firming-up the exploration portfolio in Austria

- ADX has matured its Austrian exploration portfolio following: (1) recent drilling results, (2) licence area modifications, and (3) updated technical evaluations.
- Excluding the Welchau-1 well drilled in 2024—where resource classification remains pending due to suspended flow testing (following an environmental objection)—ADX has delineated 24 drillable prospects across five distinct plays, with P50 prospective resources of ~247 bcf and 31 mmbbl (~72 mmboe). The proportion of gas in the exploration portfolio (excluding Welchau-1) has increased from ~44% % to ~68% with OHO (15 mmboe) now estimated to hold gas rather than oil.
- This compares to a previous estimate of ~79 mmboe (excluding Welchau-1).
- Near-term activity is focused on the shallow gas play, identified in early 2025, with gross prospective resources of 5.5 mmboe (33 bcf).
- Around Anshof, recent drilling has refined the best-case mapping to ~11 mmboe (vs. ~21 mmboe previously). This remains a high-value, near-field oil play anchored by the Anshof discovery and the existing 3 mbbl/d processing facility.
- At Welchau, ADX has matured two new carbonate prospects: (1) the Welchau Deep gas prospect (P50: 65 bcf, Pmean: 125 bcf) and (1) the Rossberg oil prospect (P50: 11 mmbbl, Pmean: 20 mmbbl).
- In the deep Sub-Flysch play, four prospects are estimated to hold 172-252 bcf prospective resource (P50-Pmean) including 49-93 bcf at ZAM, 90-114 bcf at OHO and 25-35 bcf at IRR.
- The Molasse play comprises three prospects with a combined 3.4 mmboe of prospective resources (vs. 3.0 mmboe previously).
- We re-iterate our target price of A$0.30 per share.

Valuation and next steps

Our total unrisked valuation for the shallow gas play is ~A$0.11 per share assuming that ADX keeps 50% WI. Our ReNAV of A$0.28 per share for the company reflects: (1) producing assets, (2) shallow gas targets (near-term focus), (3) Welchau-1 (ascribed a high risk factor pending further details on progress), and (4) the Italian permit, based on anticipated farm-out terms. The company will provide further details on the Italian permit on 11 September.

Rating & target		Old	New
Target		A$ 0.300	n.c.
Yield			0%
Implied total return			1100%
Share data	**2024**	**2025e**	**2026e**
Shares dil., mm	657	616	616
Mkt cap, US$mm	$11	$10	$10
EV, US$mm	$6	$9	$13
Financial Data	**2024**	**2025e**	**2026e**
Gas, mmcf/d	0.1	0.1	0.1
Liquids, bbl/d	196	248	247
Total boe/d (6:1)	216	271	270
CFO, US$mm	($1)	($1)	($2)
Net capex, US$mm	$7	$2	$2
Net debt, US$mm	($5)	($1)	$3
CFPS dil., US$/shr	($0.00)	($0.00)	($0.00)
EPS dil., US$/shr	($0.01)	($0.01)	($0.01)
Valuation	**2024**	**2025e**	**2026e**
Share price, A$/shr	A$ 0.025	A$ 0.025	A$ 0.025
EV/DACF	-3.5x	-4.6x	-5.4x
EV per boe/d (US$)	$28,472	$33,362	$48,739
Net asset value			
CNAV, A$/shr			A$ 0.003
RENAV, A$/shr			A$ 0.281
Unrisked NAV, A$/shr			A$ 3.037
P/RENAV			0.1x
P/ENAV			0.0x

All figures in US$ unless otherwise noted
A$/US$: 0.65

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Prepared by Auctus Advisors LLP

Figure 1. Financial & operating information

ADX Energy Ltd (ADX AU)

Financial & Operating Information		2023	2024	2025e	2026e	2027e	2028e	2029e
Commodity Prices								
Brent	US$/bbl	$82.46	$80.48	$68.73	$70.00	$70.00	$70.00	$70.00
Austria Gas price	US$/mcf	$17.95	$11.68	$10.07	$11.60	$11.67	$11.67	$11.67
A$/US$	A$/US$	$0.67	$0.67	$0.65	$0.65	$0.65	$0.65	$0.65
Production								
Oil and Liquids	bbl/d	263	196	248	247	247	247	247
Natural Gas	mmcf/d	0.2	0.1	0.1	0.1	0.1	2.6	5.1
Total (6 mcf = 1 boe)	boe/d	289	216	271	270	268	688	1,102
% Oil and Liquids	%	91%	90%	91%	91%	92%	36%	22%
Netbacks								
Realized Price	US$/boe	$83.56	$90.29	$68.87	$65.89	$65.89	$68.40	$69.00
Royalties	US$/boe	$4.73	$5.75	$2.91	$3.41	$3.44	$10.74	$12.49
Production & Transport Costs	US$/boe	$81.04	$105.57	$98.02	$88.53	$89.22	$38.15	$25.92
Operating Netback	US$/boe	($2.21)	($21.03)	($32.06)	($26.05)	($26.77)	$19.51	$30.60
Taxes	US$/boe	-$2.47	$0.00	$0.00	$0.00	$0.00	$0.16	$0.10
Cash Flow Netback	US$/boe	($8.94)	($27.44)	($11.52)	($16.15)	($16.79)	$24.43	$34.40
Government Take	%	3%	6%	4%	5%	5%	16%	18%
Financials								
Cash Flow (CFO)	US$mm	($2)	($1)	($1)	($2)	($3)	$5	$12
CFPS - diluted	US$/shr	($0.00)	($0.00)	($0.00)	($0.00)	($0.00)	$0.01	$0.02
EBITDAX [a]	US$mm	$1	($0)	($2)	($2)	($2)	$6	$14
E&D Capex	US$mm	$5	$19	$2	$2	$1	$3	$0
A&D Capex, Net	US$mm	($5)	($12)	$0	$0	$0	$0	$0
Total Net Capex	US$mm	($0)	$7	$2	$2	$1	$3	$0
Total Net Capex/CFO	x	0.2x	-5.4x	-1.6x	-1.0x	-0.5x	0.6x	0.0x
Leverage								
Net Debt	US$mm	($4)	($5)	($1)	$3	$8	$6	($6)
Net debt/CFO (Trailing)	x	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Entry Net Debt/CFO	x	n.a.	n.a.	n.a.	n.a.	-1.0x	1.7x	0.5x
Capital Structure								
Basic Shares o/s @ YE	mm	428	574	574	574	574	574	574
Diluted Shares o/s @ YE	mm	502	657	616	616	616	616	616
Market Capitalization	US$mm	$8	$11	$10	$10	$10	$10	$10
Enterprise Value	US$mm	$4	$6	$9	$13	$18	$16	$4
Dividends & Sustainability								
Dividends	US$mm	$0	$0	$0	$0	$0	$0	$0
Dividends	$/shr	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00
Dividend Yield	%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Free Cash Flow	US$mm	($7)	($20)	($4)	($4)	($5)	$2	$12
Cash Use/CFO	%	16%	-535%	-162%	-96%	-48%	63%	3%
Performance								
Prod. Per Shr Growth (Y/Y) - dil.	%	76%	240%	15%	4%	-1%	157%	60%
PPS Growth (Y/Y) DDA - dil. [b]	%	92%	1082%	-57%	-40%	-37%	110%	381%
CFPS Growth (Y/Y) - dil.	%	-177%	-34%	6%	55%	44%	-252%	166%
CFPS Growth (Y/Y) DDA - dil. [b]	%	-222%	945%	-63%	-6%	-8%	-225%	700%
ROCE	%	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net Asset Value [c]								
RENAV (Atax) - diluted	A$/shr	A$ 0.281						
Unrisked NAV (Atax) - diluted	A$/shr	A$ 3.037						
P/CNAV	x	9.3x						
P/RENAV	x	0.1x						
P/Unrisked NAV	x	0.0x						
Valuation		**2023**	**2024**	**2025e**	**2026e**	**2027e**	**2028e**	**2029e**
Share Price, YE/Current	A$/shr	A$ 0.025	A$ 0.025	A$ 0.025	A$ 0.025	A$ 0.025	A$ 0.025	A$ 0.025
P/CF	x	-45.8x	-4.4x	-8.8x	-6.0x	-5.9x	1.6x	0.7x
EV/DACF	x	n.a.	-3.5x	-4.6x	-5.4x	-7.0x	1.7x	0.2x
Target EV/DACF	x	-13.8x	-8.0x	-15.4x	-12.7x	-14.1x	3.6x	1.0x
EV per boe/d	US$/boe/d	$15,143	$28,472	$33,362	$48,739	$65,940	$23,194	$3,675
Proved Plus Probable	mmboe	5	5	5	5	5	4	4
EV per 2P boe	US$/boe	$0.86	$1.23	$1.84	$2.73	$3.75	$3.57	$1.00
EV per 2P boe, with FDC	US$/boe	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

a) EBITDAX = Pre-Int. & Pre-Tax Cash Flow; b) DDA = Debt-and-Dividend-Adjusted

c) CNAV incl. 2P reserves, RENAV incl. 2P reserves + Risked LT inventory upside, ENAV incl. 2P reserves + Unrisked LT inventory upside

Source: Auctus Advisors, Company Disclosures **Futures strip as of 4-Sep-25

Figure 2. NAV Table

	WI Reserves / Resources (mmboe)	Unrisked NAV (US$ mm)	Unrisked NAV/sh A$/Share	GCoS (%)	EMV (US$ mm)	A$/Share	% Total
Net Cash (YE25)		1	0.002		1	0.002	1%
G&A		-13	-0.033		-13	-0.033	-12%
Options and Warrants Exercised		4	0.010		4	0.010	4%
Austria							
Zistersdorf 2P Reserves	2	8	0.020	100%	8	0.020	7%
Anshof Producing Reserves	4	1	0.003	30%	1	0.003	1%
Total Core NAV		**1**	**0.003**		**1**	**0.003**	**1%**
Austria							
Anshof Remaining 2P Reserves	0	14	0.035	30%	4	0.010	4%
Anshof area oil prospect (farm-out)	5	42	0.105				0%
Welchau Prospect - Steinalm formation	45	350	0.873	10%	35	0.087	31%
Welchau Prospect - Reifling formation	19	150	0.374	20%	30	0.075	27%
Welchau ROS oil prospect	11	86	0.000				0%
Welchau Deep gas prospect	11	85	0.000				0%
GOLD/ZAUN/GRAB shallow gas Cluster (farm-out)	1	20	0.050	72%	14	0.036	13%
PICH shallow gas prospect (farm-out)	0	8	0.019	75%	6	0.014	5%
STEY shallow gas prospect (farm-out)	0	1	0.001	68%	0	0.001	0%
HOCH and SCHOE shallow gas prospects (farm-out)	0	8	0.020	57%	4	0.011	4%
HASE Shallow Gas gas prospect (farm-out)	1	0	0.000				0%
Sub-Flysch area gas prospects	30	234	0.586				0%
Molasse area gas prospects	3	26	0.064				0%
Romania							
Iecea Mare	2	7	0.018				0%
Italy							
C.R150.AU gas prospective resources	96	185	0.461	25%	17	0.043	15%
Total Risked Apparaisal & Exploration		**1,215**	**2.606**		**116**	**0.278**	**99%**
Total NAV		**1,215.98**	**2.609**		**117**	**0.281**	**100%**
Unrisked NAV						**3.037**	
P/NAV					**8.9%**		
P/Unrisked NAV					**0.8%**		

Source: Auctus, Company Disclosures

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