



MMEX RESOURCES CORPORATION
Shareholder Update

May 5, 2020

Dear Shareholders,

We would like to update you on the Company's activities.

COVID-19 Economic Injury & Adverse Impact. While the COVID-19 worldwide quarantine has stalled our fall and winter 2019 financing negotiations, we continue to have discussions with new international funds for financing of our West Texas Phase 1 and 2 CDUs. Our EPC contractors, equipment suppliers and vendors are standing by to commence construction once we fund the initial development capital. VFuels continues with the detailed engineering and design of the 1st CDU unit that we announced on March 2, 2020. While we cannot give a firm date on funding, we believe some or all the funding can be completed during this year.

Paycheck Protection Program Funding with the United States Small Business Administration. As reported in our 10Q filed on April 30, 2020, a loan to the Company was approved under the terms and conditions of the Paycheck Protection Program of the United States Small Business Administration ("SBA") and the CARES Act (2020) (H.R. 748) (15 U.S.C. 636 et seq.) (the "Act") in the amount of \$167,918 and was funded on April 21, 2020. The loan may be forgiven pursuant to the provisions of the Act. This is a very positive step for the Company and allows us to continue moving forward and to keep people employed.

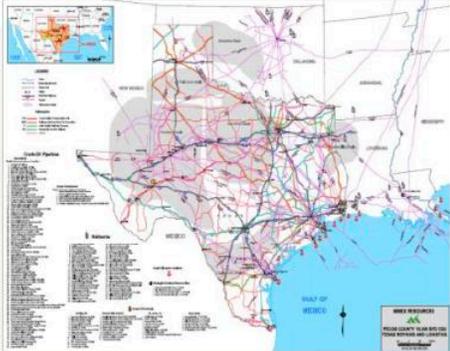
MMEX Energy Transition to Low Carbon Footprint with Environmental, Social and Governance. We continue to expand our business plan. Many of the funding sources we have contacted over the past year want to invest in companies that are focused on Environmental, Social and Governance ("ESG") compliance. We think it is impractical if not impossible to shut down the legacy petroleum sector that is vitally important to our economy and our way of life. We believe that legacy oil, gas, refining, terminals and pipelines projects can be restructured to reduce their individual carbon footprints while investing in local communities and employing minority and diverse board members. We think the best approach is to transition our legacy oil and gas industry to a more sustainable and future industry that is ESG compliant. This is the new business plan of MMEX.

We want to present a few slides which summarize this new business plan.

Summary-Texas Resources & ESG



- ❖ Texas sits on the golden throne of natural resources
 - ★ Abundant oil, natural gas, access to the sea, infrastructure of highways, rail, pipelines, available land, sunshine, wind, temperate weather and a can-do work force
- ❖ Investment communities and companies across the globe are scrambling to find ESG (Environmental, Social, Governance) compliant investments and opportunities
- ❖ MMEX offers compelling transition from legacy oil, gas and refining to best practices of environmental, social and governance responsibility in Texas



ESG-the tipping point



- ✓ Major energy companies are rushing to show integration of ESG
- ✓ Investment funds are the primary mover
- ✓ Energy & Airline companies in search of net zero carbon footprint in ESG- means low carbon fuels must be produced and consumed
- ✓ Energy projects present the perfect storm for ESG
 - industry saddled with old school production and refining methodologies
 - excellent returns when legacy oil and gas combines with renewable

BlackRock manages assets on behalf of diverse clients around the world. We dedicate ourselves, as a fiduciary, to looking and growing the value of our clients' assets over the long-term. That includes a focus on sustainability.

*Source BlackRock, as of September 2019

We are integrating ESG considerations into our investment processes

ESG integration is the practice of incorporating ESG information into investment decisions to help enhance risk-adjusted returns, regardless of whether or not a strategy has a sustainable mandate. There is no one-size-fits-all approach but at BlackRock we see it as being about making research, data and insights available to all of our portfolio managers, and working with them to identify potential process enhancements across all investment activities.

2019 ESG key facts
Total: the responsible Energy Advisor

Assets	\$1.1 trillion in ESG assets under management
Investors	Over 100 institutional investors
Engagements	Over 100 engagements

APRICE | ENVIRONMENT
Delta commits \$1 billion to become first carbon neutral airline globally

Thursday, February 13, 2020

TOP NEWS

BP Pledges To Become Net Zero By 2050
BP PLC announced Wednesday that its aiming to become a net zero-carbon company by 2050, a move that notably includes canceling out the greenhouse gas emissions contained in the oil and gas it pulls out of the ground.

Repsol sets net zero emissions target

Results and Outlook
February 2020



MSEX Legacy Refining Projects ESG



□ Environmental

- Modular Processing Units emissions below major source guidelines
- All Units permitted by the Texas Commission on Environmental Quality by fast track rulemaking
- All projects to be powered by solar power
- Units clean & recycle process water in closed system
- Units produce low sulfur diesel and residual fuel that meets the IMO 2020 marine fuel low sulfur regulations-all worldwide shipping must use this fuel

□ Social

- Each Unit company will have the local/regional economic development corporation as an investor with a carried interest
- Typical tax abatement funds to be reinvested in local economic development

□ Governance

- Each Unit or storage/terminal governed by separate limited liability company with diverse independent board representation



MSEX Modular Crude Processing Unit

Project Development. As we have previously discussed, we have several new initiatives we are considering. The summary is as follows:

- The addition of a 2nd CDU at our present site and potentially a 3rd CDU at another location
- Adding a crude by rail transportation and export component
- Adding a hydrotreater as separate component to produce transportation grade diesel
- Development of a terminal and storage facility on the Texas Gulf Coast
- Organization of a trading company for exporting physical petroleum products to Latin American markets
- Associated gas and gas liquids treating to reduce gas flaring by converting to middle distillate liquids such as low sulfur diesel.
- Development of a solar project to power the projects by solar energy

All the foregoing would require financing and are subject to the risks and uncertainties set forth in our 10K and other SEC filings.

One last comment on the future of oil, gas, refining. We are very positive on the Company's future in our transition business plan even in the dual crisis of pandemic and Middle East-Russia crude oil flood.

A recent Financial Times article, [*Why the coronavirus crisis won't mark a peak in oil demand*](#), concludes that air travel will recover and consumption of jet fuel will rebound. Road transport which accounts for nearly half of the global oil consumption will prove resilient. Working from home is not an option for most which means more automobile use and more gasoline consumption. The low-price level of fuel will increase reliance on

autos and reduce or eliminate the fuel price advantage of electric cars. Early signs of this are being reported in China, where transport fuel consumption is nearly recovered to pre-coronavirus levels. Diesel demand will be supported by more on-line shopping delivery requirements.

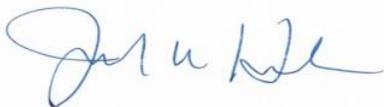
Quoting the FT: *“Separately, the petrochemical sector could boost oil usage with many proposed single-use plastic bans now being reconsidered, postponed or cancelled. The pandemic has highlighted the need for single-use plastics in today’s world of high urbanization and population density with increased demands on sanitation, especially for packaging, food service containers, and notably protective gear for healthcare workers. A severe economic recession may disturb the near-term recovery in global oil demand, but it will rebound.”*

MMEX will produce diesel, naphtha that is a feedstock for gasoline and plastics, and IMO 2020 marine fuel --all with ESG compliant operations. We think the future is bright.

Please send your requests and comments to investorrelations@mmexresources.com and we will continue to update you by news releases, our SEC filings posted on the Investor page and through these shareholder letters. If you have not yet done so, please find our most recent releases and news items on the home page or investor page of our website at mmexresources.com.

Thank you again for your support.

Sincerely,



Jack W. Hanks
President and CEO

The following constitutes a "Safe Harbor" statement under the Private Securities Litigation Reform Act of 1995: Except for the historical information contained herein, the matters discussed in this shareholder letter are forward-looking statements that involve risks and uncertainties, which could cause our actual results to differ materially from those described in the forward-looking statements. These risks include but are not limited to general business conditions, the requirement to obtain financing to pursue our business plan, our history of operating losses and other risks detailed from time to time in the Company's SEC reports. MMEX undertakes no obligation to update forward-looking statements.

This letter to shareholders does not constitute an offer to sell, or a solicitation of an offer to purchase, any securities.