



**FX ENERGY, INC.**

**CODE OF ETHICS**

**I. Introduction and Guiding Principles**

This Code of Ethics covers a wide range of business practices and procedures. It does not cover every issue that may arise, but it sets out basic principles to guide all employees of the Corporation. All of our employees must conduct themselves accordingly and seek to avoid even the appearance of improper behavior. The Code should also be provided to and followed by the Corporation's agents and representatives, including consultants. At the core of this Code of Ethics is our insistence that the activities of our Corporation and of each employee continue to be conducted in full compliance with both the letter and the spirit of all applicable laws, rules, and regulations.

Those that violate the standards in this Code will be subject to disciplinary action.

**II. Conflicts of Interest**

Employees shall not maintain, engage in, or have a financial interest in (other than an equity interest of less than 5% of the issued and outstanding stock of a publicly traded company) any outside business that competes with or otherwise conflicts with the interests of the Corporation. Each employee shall avoid actual or apparent conflicts of interest in personal and professional relationships.

**III. Confidential Information**

Employees who have access to confidential information are not permitted to use or share that information for stock trading purposes or for any other purpose except the conduct of the Corporation's business. All nonpublic information about the Corporation should be considered confidential information. To use nonpublic information for personal financial benefit or to "tip" others that might make an investment decision to buy or sell the Corporation's stock on the basis of this information is not only unethical but also illegal. Without prior authorization by the Corporation, employees shall not disclose any of the Corporation's confidential or proprietary information to any person not employed by the Corporation. The Corporation also has a separate specific policy regarding the improper use of nonpublic information applicable to all employees and others with access to confidential information.

#### **IV. Government Reports and Public Disclosure**

It is the Corporation's policy that the information in its public communications, including SEC filings, be full, fair, accurate, timely, and understandable. In order to do this, the Corporation's books, records, accounts, and financial statements must be maintained in reasonable detail, must appropriately reflect the Corporation's transactions, and must conform both to applicable legal requirements and to the Corporation's system of internal controls, and it is the obligation of each employee, within the scope of his or her job duties, to strive towards this goal and to avoid misleading, inaccurate, and incomplete information. All employees and directors that are involved in the Corporation's disclosure process, including the chief executive and principal financial officers, are responsible for acting in furtherance of this policy. In particular, these individuals are required to maintain familiarity with the disclosure requirements applicable to the Corporation and are prohibited from knowingly misrepresenting, omitting, or causing others to misrepresent or omit material facts about the Corporation to others, whether within or outside the Corporation, including the Corporation's independent auditor.

#### **V. Responsible Use of Corporation Assets**

Each employee shall exercise responsible use of and control over all Corporation assets and resources with which he or she is entrusted. Corporation assets shall only be used for legitimate business purposes.

#### **VI. Internal Reporting and Protection of Employees Making Reports**

Employees who suspect or know of violations of this Code of Ethics or illegal or unethical business or workplace conduct on the part of the Corporation or by any employee, agent, or representative of the Corporation shall report such information as provided under the Corporation's Whistleblower Policy. The Corporation prohibits retaliation of any kind against employees that have made good-faith reports or complaints of violations of this Code of Ethics or other known or suspected illegal or unethical conduct.

The Whistleblower Policy is published on the Corporation's website and is made generally available to its employees.

#### **VII. Waivers**

Waivers to provisions of this Code of Ethics may only be granted by the Nomination and Governance Committee. Any waiver that is made shall be disclosed to the public in conformance with all applicable requirements.

#### **VIII. Conclusion**

Protecting our Corporation's integrity is the responsibility of each employee of the Corporation. Each employee is urged to keep the fundamental principles underlying this Code of Ethics in mind at all times.

Reviewed and revised August 7, 2012.