

8 December 2016



## ASX Announcement

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### Petrobras Asset Divestment Update

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Karooon Gas Australia Ltd (ASX: KAR) announced on 21 November 2016 that Brazilian court proceedings have been initiated by Mr José Hunaldo Nunes Santos against Petróleo Brasileiro SA's (Petrobras) and the Brazilian oil and gas regulator, Agência Nacional do Petróleo, Gás Natural e Biocombustíveis ('ANP') and an interim injunction has been issued which requires the parties to cease involvement in the sale process for the Bauna and Tartaruga Verde fields at this time.

As the preferred bidder in the sale process, Karoon has now been joined to these proceedings.

Karooon will continue to provide updates as material information becomes available.

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#### About Karoon Gas Australia Ltd

Karooon Gas Australia Ltd is an international oil and gas exploration company with projects in Australia, Brazil and Peru.

Karooon looks for high equity interests in early stage exploration opportunities containing large potential targets in basins with proven Petroleum Systems. Karoon strives to create shareholder value through the geotechnical work-up of the acreage, leveraging its high equity interests to explore and appraise these opportunities to achieve commercialisation.

While the company's core strategy is identifying off-shore early stage exploration opportunities, Karoon's longer-term strategy is to retain residual equity interests in the assets as they go into production.