



MARKET RELEASE

23 December 2014

Karoon Gas Australia Limited

TRADING HALT

The securities of Karoon Gas Australia Limited (the "Company") will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Monday, 29 December 2014 or when the announcement is released to the market.

Security Code: KAR

Kobe Li
Senior Adviser, Listings Compliance (Melbourne)



23 December 2014

Kobe Zheng Li
Companies Advisor
Australian Stock Exchange Ltd
Melbourne Vic 3000

Dear Kobe,

Request for Trading Halt

Karoong Gas Australia Limited (ASX: KAR) ("**Company**") requests a trading halt in relation to a pending update on the testing results in Brazil.

The Company requests that the trading halt be put in place immediately until such time as an announcement can be made.

Karoong is not aware of any reason why the trading halt should not be granted.

Kind Regards

A handwritten signature in black ink, appearing to read 'S Hosking'.

Scott Hosking - Company Secretary
Karoong Gas Australia Ltd
Phone: 03 5974 1044
Fax: 03 5974 1644
Email: scotthosking@karoongas.com.au
Website: www.karoongas.com.au