19th June 2014



Attention: Sebastian Bednarczyk Advisor, Listings Compliance (Perth) ASX Compliance Pty Ltd Level 40, Central Park 152-158 St George's Terrace Perth WA 6000

By email: sebastian.b@asx.com.au

Dear Sebastian

RE: SWALA ENERGY LIMITED (ASX: SWE) - TRADING HALT REQUEST

In accordance with ASX Listing Rule 17.1, Swala Energy Limited ("Swala" or "Company") requests that a trading halt be implemented in respect of all Swala securities quoted on the ASX, pending an announcement from the Company in relation to an update of the farm-out agreement for a 25% working interest in Block 12B in Kenya, pursuant to the Company's ASX announcement on the 10th March 2014.

The following information is provided in relation to this request:

- 1. The Company expects the trading halt to last until an announcement is made which it expects to occur before the commencement of normal trading on Monday 23rd June 2014.
- 2. The Company is not aware of any reason why the trading halt should not be granted.
- 3. The Company is not aware of any other relevant information in relation to this request.

If you have any questions please contact me on +61 (08) 6270 4700.

Kind Regards

Adrian Di Carlo Company Secretary

Swala Energy Limited