

1 September 2014

Australian Securities Exchange
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

RIGHTS ISSUE SHORTFALL

Black Star Petroleum Limited (**BSP**) advises that the renounceable rights issue undertaken pursuant to the Prospectus dated 1 August 2014 (**Prospectus**) closed on 25 August 2014 with the following result:

	Number of Shares
Entitlements under the offer	684,606,000
Acceptances	261,495,004
Shortfall	423,110,996

As indicated in the Prospectus, the directors will now consider all options in relation to placing the shortfall shares.

Yours faithfully

JONATHAN HART
Company Secretary
BLACK STAR PETROLEUM LIMITED