

2 December 2016

ASX ANNOUNCEMENT

RENOUNCEABLE RIGHTS ISSUE AND SHORTFALL SUBSCRIPTIONS

Nido Petroleum Limited (Nido or Company) (ASX:NDO) advises that its pro-rata renounceable entitlement offer (Offer) to raise up to approximately A\$31.9 million (before costs and fees) pursuant to the Offer document dated 21 October 2016, closed on Tuesday, 29 November 2016.

Under the Offer Eligible Shareholders were invited to subscribe for 11.2 New Shares for every 1 existing Shares held at an issue price of \$0.065 (6.5 cents) per New Share.

The Company received valid applications under the Offer from Eligible Shareholders in respect of 404,019,510 New Shares. Valid applications were also received from Eligible Shareholders for 338,486 Additional Shares under the Top Up Facility.

Upon final clearing of any outstanding cheques total funds raised from valid applications will be AUD\$26,283,269.74 leaving a shortfall of 86,798,435 Shortfall Shares.

The Company has been unable to secure any commitments for the Shortfall Shares. The Company's Nominee was also unable to sell the Entitlements of Ineligible Shareholders on market and per the terms of the sub-underwriting arrangement the nominee disposed of the Entitlements for nominal consideration.

The Company is pleased to confirm that BCP Energy International Pte Ltd's full pro-rated subscription to the Renounceable Rights Issue has ensured that the Company has raised sufficient funds to finance Nido's participating interest share of Galoc-7/7ST.

Settlement and allotment of the 404,357,996 New Shares subscribed under the Offer is scheduled to take place on 6 December 2016. Holding Statements for the New Shares are expected to be despatched on 9 December 2016.

For further information please contact:

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