

1 April 2015

The Australian Securities Exchange
The Announcements Officer
Level 4/20 Bridge Street
SYDNEY NSW 2000

Dear Sir

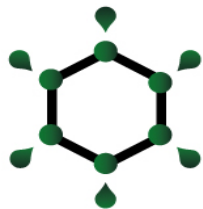
**NON-RENOUNCEABLE ENTITLEMENT OFFER –
DESPATCH OF OFFER DOCUMENT**

We attach herewith an ASX Announcement for Investors regarding the despatch of the Company's non-renounceable entitlement offer document and entitlement acceptance form.

Regards



IAN GREGORY
Company Secretary
KEY PETROLEUM LIMITED



KEY
PETROLEUM LIMITED

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ASX RELEASE

NON-RENOUNCEABLE ENTITLEMENT OFFER – DESPATCH OF OFFER DOCUMENT

As previously announced, Key Petroleum Limited (ASX Code: KEY) (**Key** or the **Company**) is seeking to raise up to approximately A\$1,418,568 through a capital raising by way of a pro rata non-renounceable entitlement offer of one (1) fully paid ordinary share (**New Share**) for every four (4) fully paid ordinary shares held as at 5.00 pm WST on 27 March 2015 (**Record Date**) to all shareholders (**Eligible Shareholders**) (**Entitlement Offer**). The issue price is A\$0.01 per New Share.

The Company advises that the offer documents and personalised entitlement and acceptance forms which relate to this Entitlement Offer have been posted to all Eligible Shareholders in accordance with the timetable in the Entitlement Offer.

For further information on the Offer, you should contact your professional advisor.

For more information please contact:

Key Petroleum Limited
+61 8 6389 0322

Ian Gregory
Company Secretary
1 April 2015