



Kinetiko Energy Limited
ACN: 141 647 529

Suite 10, Level 1, The Spectrum Building
100 Railway Road
SUBIACO WA 6008

Phone: +61 8 6315 3500
Fax: +61 8 9481 1947

Email: info@kinetikoenergy.com.au

Web: www.kinetikoenergy.com.au

ASX: KKO

25 August 2015

ASX ANNOUNCEMENT

EOI RECEIVED FOR AMERSFOORT PROJECT PREPARATION FUNDING

- **Expression of interest received from Development Bank of Southern Africa to provide Amersfoort project preparation funding**

Kinetiko Energy Limited (ASX:KKO) (“Kinetiko”), with its major shareholder in Afro Energy Pty Ltd (“Afro Energy”) Badimo Gas Pty Ltd (“Badimo”), is pleased to announce it has received a non-binding expression of interest (“EOI”) from Development Bank of Southern Africa (“DBSA”).

The EOI, sent by letter to Afro Energy dated 11 August 2015 following a meeting in July, states that the DBSA is interested in providing the required project preparation funding to finance the development of a bankable Project Information Memorandum, which will ultimately be used in obtaining financing of the Amersfoort project. DBSA’s EOI is subject to satisfaction of minimum terms and conditions:

- Afro Energy’s capacity to co-finance the development studies;
- Assessment of shareholders’ capacity to develop and implement the Amersfoort project; and
- Confirmation of continued validity of concession with off-taker.

DBSA’s participation would also be subject to positive due diligence of the development of the entire Amersfoort project and internal approvals.

DBSA’s EOI comes just weeks after another non-binding EOI announcement dated 28 July 2015 from the Industrial Development Corporation (“IDC”) to fund the development of the Amersfoort project through either debt or equity, subject to IDC’s own due diligence. The Company remains in discussions with several other potential funding and off-take parties.

About Development Bank of South Africa

The Development Bank of Southern Africa (DBSA) is a state owned entity with the purpose of accelerating sustainable socio-economic development and improve the quality of life of the people of the Southern African Development Community (SADC) by driving financial and non-financial investments in the social and economic infrastructure sectors.

- *Social infrastructure: Infrastructure aimed at addressing backlogs and expediting the delivery of essential social services to support sustainable living conditions and a better quality of life within communities*
- *Economic infrastructure: Infrastructure aimed at addressing capacity constraints and bottlenecks in order to optimise economic growth potential*

The DBSA has prioritised water, energy, transport and ICT as its key focus areas.

About Kinetiko Energy

Kinetiko Energy is an Australian gas explorer focused on advanced shallow conventional gas and coal bed methane (CBM) opportunities in rapidly developing markets in Southern Africa. South Africa has extensive gassy coal basins, extensive energy infrastructure and a growing gas demand, making it an attractive area for investment. The Company has a large potential exploration area, of which 9,491Km² is granted and being explored.

For more information visit: www.kinetikoenergy.com.au or contact, Kinetiko Energy Limited on 08 6315 3500

