



15 December 2015

## Proposed Rights Issue and Corporate Advisory Mandate

### Rights Issue

Kairiki Energy Limited (**Kairiki** or **the Company**) advises that it proposes to undertake a pro rata renounceable entitlement issue of approximately 468,244,960 ordinary fully paid shares (**New Shares**) on the basis of one (2) New Shares for every one (1) Share held by Eligible Shareholders on the Record Date at an issue price of \$0.001 per New Share, to raise up to approximately \$468,245 (**Rights Issue** or **Offer**).

New Shares issued under the Rights Issue will rank equally with existing Shares on issue and the Company will apply for official quotation of the New Shares.

The proposed terms of the offer will be as follows:

Type of Offer:	Pro-rata renounceable
Eligible participants:	Shareholders on the Record Date and whose registered addresses are in Australia, New Zealand or Singapore
Basis of entitlement:	Two (2) New Shares for every one (1) existing Share
Number of existing Shares:	234,122,480
Number of new Shares (full subscription):	468,244,960
Record Date to determine entitlements:	To be advised
Issue price:	\$0.001 per new share

Funds raised from the issue of \$468,245 (before costs) will be used to maintain the Company's administration, meet its current commitments, working capital purposes and ensure the Company has sufficient funds to review new investment opportunities.

An offer document for the issue will be lodged with ASX in early January 2016, along with an indicative timetable for the capital raising.



### **Corporate Advisory Mandate**

The Company is also pleased to advise that it has entered into a Corporate Finance Mandate (**Mandate**) with GMP Securities Australia Pty Ltd (**GMP**). Pursuant to the terms of the Mandate GMP will:

1. Act as Corporate Advisor and Lead Manager to the proposed Rights Issue. GMP will have right of first refusal to place any shortfall under the Rights Issue, after any shortfall shares are first offered to existing shareholders to allow them to increase their holding to a marketable parcel; and
2. GMP will act as Corporate Advisor, on an exclusive basis, for a period of six months to assist the Company with an evaluation of its capital structure and to source new business opportunities.

GMP will be paid a monthly retainer of \$5,000 per month and will be paid a capital raising fee of 6% of the total amount raised by the Offer. GMP will also be due a success fee of 5% of the transaction value of any business or transaction introduced by GMP.

Neville Bassett  
Company Secretary