



MARKET RELEASE

6 April 2016

Carbon Energy Limited

TRADING HALT

The securities of Carbon Energy Limited (the "Company") will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Friday, 8 April 2016 or when the announcement is released to the market.

Security Code: CNX
CNXO
CNXNA

Belinda Mai
ADVISER, LISTINGS COMPLIANCE



carbonenergy

Carbon Energy Limited | ABN 56 057 552 137

Level 9, 301 Coronation Drive,
Milton QLD 4064 Australia
PO Box 2118, Toowong DC
QLD 4066 Australia
phone + 61 (0) 7 3156 7777
fax + 61 (0) 7 3156 7776
Carbon Energy (Operations) Pty Ltd
ABN 61 105 176 967

6 April 2016

Shannon Hong
Adviser, Listings Compliance
ASX Compliance Pty Limited
20 Bridge Street,
Sydney NSW 2000

Dear Shannon

Request for Trading Halt

In accordance with ASX Listing Rule 17.1 Carbon Energy Limited requests a Trading Halt in respect of its shares pre the commencement of trading on Wednesday, 6 April 2016, and advises as follows:

Reasons for the Trading Halt:

The Company is awaiting the renounceable rights issue entitlement funds from Kam Lung Investment Development Company Ltd (Kam Lung).

Length of Trading Halt:

Carbon Energy requests a trading halt effective from Thursday, 6 April 2016 until the earliest of an announcement being made to the market concerning receipt of the renounceable rights issue entitlement funds from Kam Lung or the opening of trade on Friday, 8 April 2016.

Event expected to happen to end the Trading Halt:

The Trading Halt will be lifted on the earlier of the Company making announcements to the market in relation to renounceable rights issue entitlement funds from Kam Lung or the opening of trade on Friday, 8 April 2016.

Carbon Energy is not aware of any reason why the Trading Halt should not be granted.

Please call me should you have any questions regarding the above.

Yours sincerely

Catherine Costello
Chief Financial Officer & Company Secretary