



Company Announcements Office  
Australian Securities Exchange  
20 Bridge Street  
Sydney NSW 2000

29 September 2009

Dear Sirs

## Update on Non-Renounceable Rights Issue

Pryme Oil & Gas Limited (*Pryme*) refers to the non-renounceable rights issue announced on 26 August 2009 and offered to eligible shareholders on 10 September 2009 (*Rights Issue*).

Pryme advises that the Rights Issue closed on 24 September 2009 and applications for 21,762,221 ordinary shares (*New Shares*) were received, raising a total of \$2,176,222.10.

The Rights Issue was undersubscribed to the amount of 29,323,875 ordinary shares (*Shortfall Shares*).

The Directors intend to place the Shortfall Shares in accordance with the terms of the Rights Issue Offer Document and the ASX Listing Rules. Further details of the placement of the Shortfall Shares will be announced in accordance with the ASX Listing Rules.

The New Shares will be allotted on 2 October 2009. The Directors wish to thank the shareholders for their continued support and participation in the Rights Issue.

Yours sincerely

A handwritten signature in black ink, appearing to read "Justin Pettett", is written over a light grey rectangular background.

Justin Pettett  
Managing Director

For further information please contact:

**Justin Pettett**  
**Managing Director**  
**Pryme Oil and Gas Limited**  
Telephone: +61 7 3371 1103  
Email: [justin@prymeoilandgas.com](mailto:justin@prymeoilandgas.com)

**Ryan Messer**  
**Chief Operating Officer**  
**Pryme Oil and Gas Limited**  
Telephone: +1 713 401 9806  
Email: [ryan@prymeoilandgas.com](mailto:ryan@prymeoilandgas.com)

*Pryme Oil and Gas Limited is an Australian oil and natural gas producer and explorer with interests in the U.S., the world's biggest oil market. The company has an exceptional suite of exploration projects focused on Louisiana, the fifth-largest oil-producing state in the U.S. These projects are funded in part by existing cash flow. Pryme's management team has over 75 years of energy industry experience and has uniquely focused local knowledge, underscored by the proven track records of its managers and directors. Directors of the company are George Lloyd (Non Executive Chairman), Justin Pettett (Managing Director), Ryan Messer (Executive Director) and Ananda Kathiravelu (Non Executive Director).*