



288 – 292 Churchill Avenue
Subiaco WA 6008

PO Box 1281
Subiaco WA 6904
Tel: +61 8 9489 3777
Fax: +61 8 9489 3799

admin@cooperenergy.com.au
www.cooperenergy.com.au

Monday 19 September 2011

COE190911b

Dear Shareholder,

Since sending my letter dated 30 August 2011 the Company has received enquiries from a number of shareholders seeking more information on the plans of the Cooper Energy board. In response to those enquiries, I am writing to update you briefly on the plans and actions we have been pursuing since the management changes announced in June 2011.

To maximize the return for shareholders the Company is:

1. Positioning itself to benefit from the growth in the gas industry (conventional and unconventional) both in Australia and internationally;
2. Further developing the existing oil business;
3. Looking for new partnerships to unlock the value of the international assets; and
4. Evaluating corporate opportunities and investment proposals received from other companies.

In pursuit of this strategy some of the specific actions we have implemented are:

- the appointment of David Maxwell to work with your directors on the strategy and to put forward recommendations to underpin future growth. Mr Maxwell has extensive experience in developing and implementing business strategy to maximize value – particularly in the gas sector;
- the appointment of a leading international expert (Netherland Sewell & Associates, Inc.) to evaluate the unconventional gas opportunities in our existing assets, and in particular the Cooper and Otway Basins and Poland;
- discussions with parties interested in farming in to the Tunisian licences; and
- the appointment of Euroz Corporate Limited to advise on the merger and acquisition opportunities available to add value for shareholders.

To lead the Company through this important next phase we expect to be able to announce the appointment of a new Managing Director before the Annual General Meeting to be held on 28 November 2011.

Yours sincerely,

Laurie Shervington
Chairman