

11 July 2011

ASX ANNOUNCEMENT

Firestone Completes South African component of SPP offer

Firestone Energy Limited (**Firestone**) (ASX/JSE: FSE) wishes to advise shareholders that the Share Purchase Plan (**SPP**) (as applicable to South African shareholders) has closed and raised a total of ZAR1,683,500 (approx A\$240,000) before costs. The total amount raised (in Australia, New Zealand and South Africa) for the SPP was approximately A\$1,942,800 before costs.


South African Shareholders (other than related parties of Firestone) who participated in the SPP have also been granted one free attaching option, exercisable at ZAR0,28 each (approx A\$0.04 each) and expiring on 31 May 2014, for every two shares subscribed for under the SPP.

On 18 July 2011 Firestone will accordingly issue 12,025,000 fully paid ordinary shares at ZAR0,14 each (approx A\$0.02 each), along with 6,012,500 free attaching options exercisable at ZAR0,28 (approx A\$0.04 each), to SPP participants.

After the finalisation of the South African SPP, Firestone's share capital has increased to 2,793million shares and could further increase to 2,799million shares if the options under the South African component of the SPP are exercised.

On behalf of the Board I would like to thank you for your continuing support of your Company.

Yours sincerely



Firestone Energy Limited
David Perkins
Chairman

www.firestoneenergy.com.au



Firestone
ENERGY

About Firestone Energy

Firestone Energy is an independent Australian exploration company focused on developing coal projects in South Africa. The company is currently exploring the richly endowed Waterberg coal field in the Limpopo Province of South Africa.

The Company is committed to value-added growth through becoming an independent coal and energy producer at its projects in South Africa.

The Company has entered into three joint ventures with Sekoko Resources, a South African black economic empowerment company (BEE) and Sekoko has two directors on the Board of Firestone Energy.

Corporate Details

ASX: FSE

JSE: FSE

Issued Capital:

2,793 million ordinary shares

Major Shareholders:

Sekoko Resources (Pty) Ltd

BBY Nominees Ltd

Colbern Fiduciary Nominees Ltd

Bell Potter Nominees Ltd

Directors and Officers

Non Executive Directors:

David Perkins (Chairman)

Dr Pius Kasolo

Colin McIntyre

Executive Directors:

Sizwe Nkosi

Company Secretary:

Jerry Monzu

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