



11th July 2011

ASX Limited  
Company Announcements Office  
Level 4, Exchange Centre  
20 Bridge Street  
SYDNEY NSW 2000

## SC54A Farmin Update

The Company is pleased to advise that it has selected its preferred farminee party ("Party") for entry into SC54A. The Party has been granted an exclusive 60 day period to finalise its due diligence review and complete and execute farm-out and associated agreements.

A condition of the farm-in negotiations requires the identity of the Party together with the terms of the farm-in agreement to remain confidential until the necessary farm-out documents have been executed.

The transaction contemplated will result in Kairiki reducing its interest in SC54A from 30.1% to 15.05% in return for a funded work programme involving drilling within the permit. Kairiki's expenditure commitments in SC54A in the short to medium term are therefore expected to be minimal.

### For further information please contact:

Mark Fenton  
Managing Director  
Phone: +61 8 9388 6711

#### Capital Structure

|                |             |
|----------------|-------------|
| Shares         | 1,187.522 m |
| Listed Options | 305.192 m   |
| Total:         | 1,492.714 m |

#### Board of Directors

|                |                           |
|----------------|---------------------------|
| Paul Fry       | Non-Executive<br>Chairman |
| Mark Fenton    | Managing Director         |
| Duncan Maclean | Non-Executive Director    |

#### Kairiki Energy Limited

Suite 3, Churchill Court  
331 – 335 Hay Street  
SUBIACO WA 6008  
AUSTRALIA

Phone: +61 8 9388 6711  
Fax: +61 8 9388 6744  
Website: [www.kairikienergy.com](http://www.kairikienergy.com)  
ABN: 34 002 527 906