

23 November 2012

Dear Option Holder

**NOTICE TO OPTION HOLDERS – (ASX: CRJO)**

We are writing to you in relation to your option holding in Caravel Energy Limited (**Company**). These options entitle you to acquire ordinary fully paid shares in the Company. You are formally advised that these options will expire at **5.00pm Western Standard Time (“WST”) on 31 December 2012**.

Options may be exercised wholly or in part by completing the exercise of options form and payment of 1.5 cents for each option exercised, by no later than 31 December 2012. If the ‘Option Exercise Form’ form and payment is not received by 5.00pm WST on 31 December 2012 the option will not be exercised and will result in the forfeiture of any rights that you as an option holder may have in relation to ordinary shares.

Pursuant to Listing Rule 6.24, Appendix 6A of the Australian Securities Exchange Limited (ASX), the Company is required to advise option holders of the information contained in this notice.

The market sale price of ordinary fully paid shares in **Caravel Energy Limited** on the ASX was 1.7 cents on 22 November 2012, being the last trading day prior to the date of this notice.

During the three (3) months preceding the date of this notice:

- the highest market price on the ASX was 3.6 cents on 24 April 2012; and
- the lowest market price on the ASX was 1.3 cents on 25 January 2012.

The Company wishes to advise that the timetable and important dates for the expiry of CRJO options is as follows:

Notice sent to Optionholders	23 November 2012
Last day of Quotation	20 December 2012
Expiry date	31 December 2012
Despatch date	24 January 2012

A ‘Notice of Exercise of Options and Application for Shares’ form is enclosed for your completion.

If you wish to exercise your options then you must complete the ‘Option Exercise Form’ accompanying this notice and forward it together with your cheque, to be received by 5.00 pm WST on 31 December 2012 to:

**Boardroom Limited**

GPO Box 3993  
Sydney, NSW, 2001

Payments must be in Australian dollars only, and cheques should be made payable to **Caravel Energy Limited** and crossed “Not Negotiable” and drawn on an Australian bank.

Yours faithfully



Aaron Bertolatti  
Company Secretary  
**CARAVEL ENERGY LIMITED**