

Media Release ASX Announcement

13 July 2012

Sale of Remaining Inventory Gas Completed

The Directors of Eneabba Gas Limited ("Eneabba" or the "Company") announce that Eneabba has finalised the sale of its remaining inventory gas, previously held under the Gas Swap Agreement between Verve Energy and Eneabba.

Following the receipt of the final sale instalment expected in the next two business days, Eneabba will have received ~\$800k from the progressive sale of its inventory gas under the gas sale agreement, which was executed on 13 March 2012 as previously announced to the ASX. Gas inventory was sold at a premium to the gas price available from the Gas Swap Agreement.

With the addition of the gas sale proceeds, the Company is in a solid cash position which it will continue to use to develop the Company's UCG coal and power projects and actively pursue new opportunities in the resources and energy sector.

Further to this, the Directors of Eneabba have been working to advance and market the Company's projects and will provide an update of activities in the coming weeks.

Investors or Joint Venture partners wanting more information should contact:

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