

24 August 2012

Company Announcements Platform
Australian Securities Exchange
20 Bridge Street
SYDNEY NSW 2000

Dear Sirs,

CANCELLATION OF SHARES

On 26 July 2012, European Gas Limited (EGL) announced the completion of its selective share buy-back, as approved by shareholders at the extraordinary general meeting held on 17 July 2012.

Pursuant to the buy-back, EGL bought back 221,615,657 ordinary shares in EGL.

The shares bought back have been cancelled. Attached is a Form 484 lodged with ASIC in respect of the cancellation of the shares bought back.

Yours sincerely,



Mark Pitts
Company Secretary

Change to company details

Company details

Company name
EUROPEAN GAS LIMITED
Australian Company Number (ACN)
075 760 655

Lodgement details

Who should ASIC contact if there is a query about this form?

Name
ENDEAVOUR CORPORATE PTY LTD
ASIC registered agent number (if applicable)
27166

Signature

This form must be signed by a current officeholder of the company.

I certify that the information in this form is true and complete

Name

MARK ATTS

Capacity

Company Secretary

Signature

[Handwritten Signature]

Date signed

24/8/2012

C1 Cancellation of shares

Reason for cancellation

Shares cancellation details

Reason for cancellation

ss.257H(3) Share buyback - Other buy-back type. A form 280 or 281 must be lodged at least 14 days, and no more than 1 year before the share buy-back can take place

The cancelled shares are listed below:

Share class code	Number of shares cancelled	Amount paid (cash or otherwise)	
ORD	221615657	0	

Earliest Date of cancellation **26-07-2012**

C3 Change to share structure

The updated details for this changed share class are shown in the table below.

Share class code	Full title if not standard	Total number of shares	Total amount paid on these shares	Total amount unpaid on these shares
ORD	ORDINARY SHARES	75656848	23135087	0.00

Earliest date of change **26-07-2012**