



**KINETIKO**  
ENERGY LTD

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ASX: KKO

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**ASX ANNOUNCEMENT**  
**Section 708A Notice**

Kinetiko Energy Limited (“the Company”) is pleased to announce that it has today issued 16,650,000 shares at an issue price of 18 cents per share to sophisticated and professional investors.

**Notice Under Section 780A**

The Corporations Act 2001 (**Act**) restricts the on-sale of securities without disclosure, unless the sale is exempt under sections 708 or 708A of the Act. By the Company giving this notice, sale of the Placement Shares will fall within the exemption offered by section 708A(5) of the Act.

The Company gives notice pursuant to Section 708A(5)(e) of the Corporations Act that:

- the shares were issued without disclosure under Part 6D.2 of the Corporations Act;
- as at the date of this notice, the Company has complied with the provisions of Chapter 2M of the Corporations Act as it applies to the Company;
- as at the date of this notice, the Company has complied Section 674 of the Corporations Act as it applies to the Company; and
- as at the date of this notice there is no excluded information to be disclosed for the purposes of Sections 708A(7) and (8) of the Corporations Act.

## About Kinetiko Energy

Kinetiko Energy Limited (ASX: KKO) is an Australian gas explorer focused on advanced coal bed methane (CBM) opportunities in rapidly developing markets in Southern Africa. South Africa has extensive gassy coal basins, extensive energy infrastructure and a growing gas demand which make it an attractive area for a rapidly emergent CBM industry. Kinetiko is an early mover in the region and is pursuing new gas projects that will help supply clean energy and create jobs.

Kinetiko has a potential exploration area, of which 9,491km<sup>2</sup> is granted and being explored. Kinetiko has applied for TCP 64 (Technical Co-operation Permit) over 2,394km<sup>2</sup> of prospective tenure and Badimo Gas has approximately 7,086km<sup>2</sup> of Exploration Right applications pending for which Kinetiko has an MOU. Gustavson Associates estimate Kinetiko's four (100% interest) TCP areas to have Prospective Resource of Gas In Place (GIP) of 9.3tcf (P<sub>50</sub>). TCPs allow desktop evaluation and a right to apply for exploration licences.

## The Amersfoort Project

The Amersfoort Project is located at the heart of South Africa's energy infrastructure in Mpumalanga in South Africa, 250km east of Johannesburg. Mpumalanga is a highly prospective area for coal bed methane with well documented, gassy coal measures and with gassy sandstones overlying the coal horizons. Kinetiko is the operator of two gas licences in the Amersfoort Project (49% interest) covering 1,601km<sup>2</sup> under an agreement with South African partner: Badimo Gas Ltd. US based independent, oil and gas consultant, Gustavson Associates, estimates the Amersfoort Project to have

Prospective Resource Gas In Place (GIP) of 2.4tcf (P<sub>50</sub>) (up from 1.7tcf in 2011) and Contingent Resource of 1.5tcf. The aim of the exploration program is to classify Reserves.

Exploration drilling at Amersfoort commenced late 2011 and current programs are scheduled to continue to mid-2013. Drilling of the first production test wells commenced Q4 2012 and will continue into 2013. Kinetiko aims to book first reserves in Q1 2013.

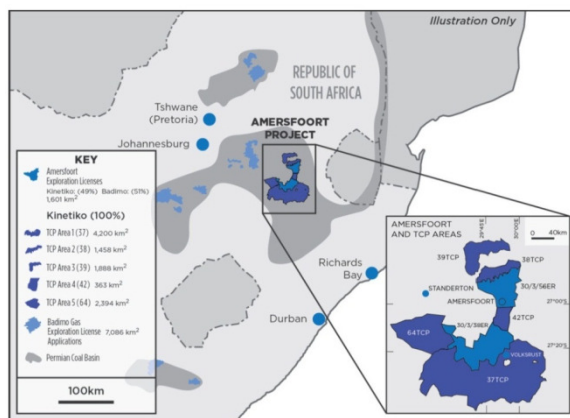


Figure 1: Kinetiko's exploration tenure; granted, under application and MOU with Badimo Gas

For more information visit: [www.kinetikoenergy.com.au](http://www.kinetikoenergy.com.au)

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