



5 February 2013

**ASX Waiver from Listing Rule 14.7**

Further to the announcement released earlier today that first stage of Completion had taken place, the Company advises that it has received a waiver from listing rule 14.7 from the ASX in the following terms:

*"Based solely on the information provided, ASX Limited ("ASX") grants Firestone Energy Limited (the "Company") a waiver from listing rule 14.7 to the extent necessary to permit the Company to issue A\$39,895,000 of secured convertible notes with a conversion price of A\$0.025 to Ariona Company SA ("New Convertible Notes") and 300,000,000 unlisted options over the unissued share capital of the Company, exercisable at A\$0.025 and expiring 2 years after the date of issue ("Incentive Options") later than the 3 months after the date of the shareholders meeting on 5 October 2012 (the "Meeting") at which the issue of the New Convertible Notes and Incentive Options was approved, on the following conditions:*

- 1.1. *A first tranche of convertible notes with a value of \$27,395,000 is issued by 31 January 2013.*
  - 1.2. *A second tranche of convertible notes with a value of A\$12,500,000 is issued by 28 February 2013.*
  - 1.3. *The 300,000,000 Incentive Options are issued no later than 28 February 2013.*
  - 1.4. *The New Convertible Notes and Incentive Options are otherwise issued on the same terms and conditions as approved by shareholders at the Meeting.*
  - 1.5. *The Company releases the terms of the waiver to the market immediately; and*
  - 1.6. *The Company's annual report released during the period in which the Convertible Notes and Incentive Options are issued (that is, for the financial year ending 30 June 2013), discloses details of the Convertible Notes and Incentive Options that have been issued.*
2. *ASX has considered listing rule 14.7 only and makes no statement as to the Company's compliance with other listing rules. "*

Yours sincerely,

**David Knox**  
**Chief Executive Officer**  
**www.firestoneenergy.com.au**  
**Tel: Australia (+61 08 9287 4600)**  
**South Africa (+27 11 706 3548)**

**About Firestone Energy**

Firestone Energy Limited is an independent, Australian exploration and development company listed on the Australian Stock Exchange Ltd (ASX) and the Johannesburg Stock Exchange (JSE). Firestone Energy has entered into a Joint Venture with Sekoko Resources (Pty) Ltd through which Firestone Energy has acquired the right to 60% participation interests in the Waterberg Coal Project located in Lephallale area, Limpopo Province, South Africa.

The first stage of the project is to develop the Smitspan mine which has a substantial measured thermal coal resource and to develop the Velleegte mine which is a substantial metallurgical coal deposit.

Firestone Energy is committed to becoming a profitable independent coal and energy producer at its projects in South Africa, thereby making a substantial contribution to the social and economic development of the Lephallale area and South Africa.

**Corporate Details**

ASX: FSE  
JSE: FSE

Issued Capital:  
3,114 million ordinary shares

Major Shareholders:  
Sekoko Resources (Pty) Ltd  
Linc Energy Ltd  
BBY Nominees Pty Ltd  
Bell Potter Nominees Ltd

**Directors and Officers**

**Non Executive Directors:**  
Mr Tim Tebeila (Chairman)  
David Perkins (Deputy Chairman)  
Dr Pius Kasolo  
Ben Mphahlele  
Kobus Terblanche

**Officers:**  
Mr David Knox CEO  
Ms Amanda Matthee CFO  
Mr Jerry Monzu Company Secretary

Contact:  
Suite B9, 431 Roberts Road  
Subiaco, Western Australia 6008  
Tel: +61 (08) 9287 4600  
Web: [www.firestoneenergy.com.au](http://www.firestoneenergy.com.au)