

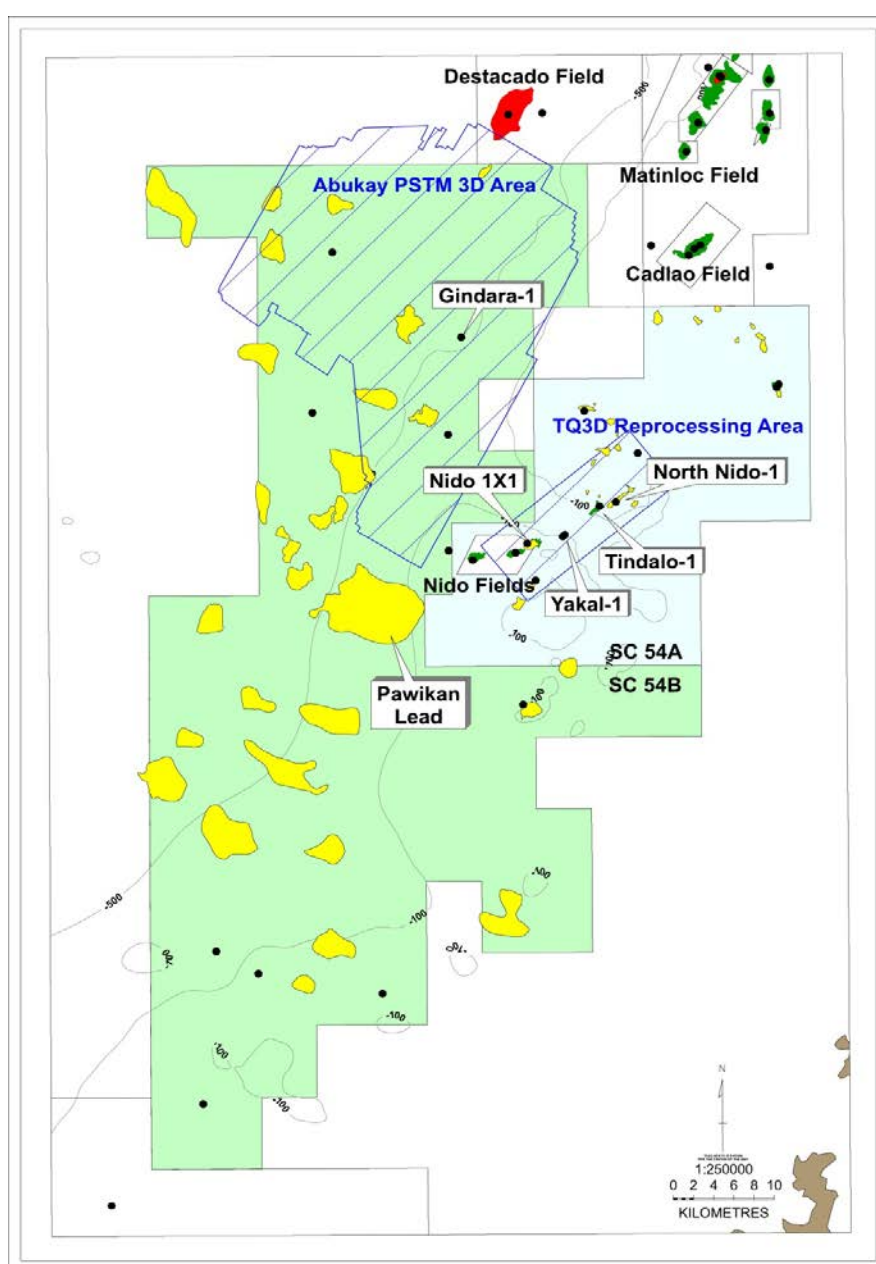
## QUARTERLY ACTIVITY REPORT For the period ending 31 March 2014

The Directors wish to report the following activities for the quarter ended 31 March 2014:

### Oil & Gas Activities

#### Philippines Offshore Oil and Gas Permit

- SC 54A - 30.1% Participating Interest
- SC 54B - 40% Participating Interest



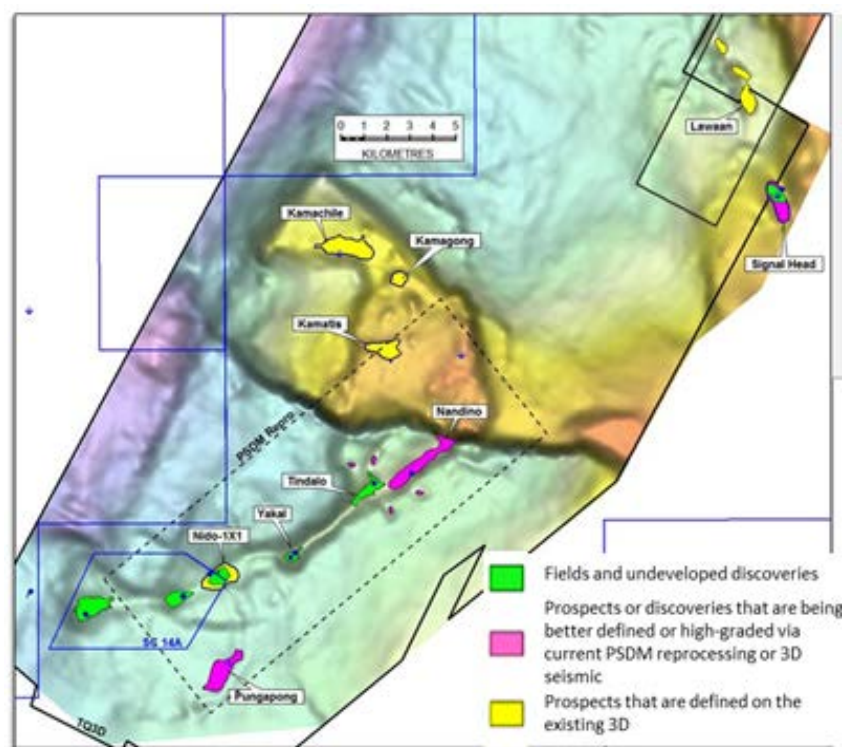
*Location map – Blocks SC 54A & SC 54B*

## SC 54A

No work was carried out by the Joint Venture during the quarter.

The Joint Venture has approval from the Philippines Department of Energy for an extension of Sub-phase 6 for a period of 12 months, with Sub-phase 6 now expiring on 4 August 2014.

The well commitment associated with Sub-phase 6 has been met by the drilling of Gindara-1.



*Location Map and Portfolio Inventory – SC 54A*

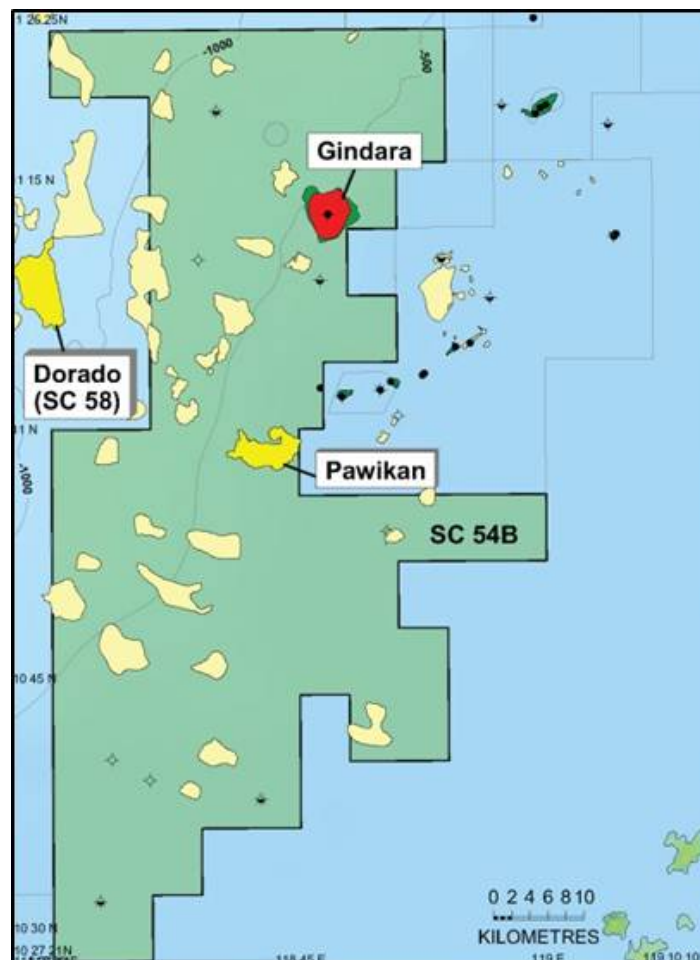
## SC 54A Working Interests

Company	Working Interest
Nido Petroleum Philippines Pty Ltd (Nido) – Operator	42.4%
Yilgarn Petroleum Philippines Pty Ltd (Kairiki)	30.1%
Trafigura Ventures III BV (Trafigura)	15.0%
TG World (BVI) Corporation (TG World)	12.5%

## SC 54B

No work was carried out by the Joint Venture during the quarter.

There is no firm commitment related to Block B of this Service Contract in either the current Sub-phase 6 or in Sub-phase 7 if the Company elects to enter the next Sub-phase.



## SC 54B Working Interests

Company	Working Interest
Nido Petroleum Philippines Pty Ltd (Nido) – <i>Operator</i>	60%
Yilgarn Petroleum Philippines Pty Ltd (Kairiki)	40%



## Corporate Summary

### New Ventures

During the quarter, the Company continued to review new project opportunities, however, none were considered appropriate for the Company.

### Facility Agreement

The Company has a drawdown facility agreement with IMC Oil & Gas Investments Limited for an amount of \$488,000. At 31 March 2014, \$240,000 had been drawn down under the facility.

Yours faithfully

N J Bassett

Company Secretary

For more information on the Company visit [www.kairikienergy.com](http://www.kairikienergy.com)