



MARKET RELEASE

6 January 2011

Kairiki Energy Limited

TRADING HALT

The securities of Kairiki Energy Limited (the "Company") will be placed in pre-open at the request of the Company pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Monday, 10 January 2011 or when the announcement is released to the market.

Security Code: KIK

A handwritten signature in black ink, appearing to read 'M. Foy', is positioned above the printed name of the signatory.

Matthew Foy
Senior Adviser, Listings (Perth)



6 January 2011

Tonia Oliveira
ASX Limited
2 The Esplanade
PERTH WA 6000

By facsimile: 9221 2020

Dear Tonia

Request for Trading Halt

Pursuant to Listing Rule 17.1, Kairiki Energy Limited (**Kairiki**) requests an immediate trading halt be granted by the ASX, with respect to Kairiki fully paid ordinary shares (ASX code: KIK).

In accordance with Listing Rule 17.1, Kairiki advises:

- (a) the reason for the request is to facilitate an orderly market in the company's securities pending an update by the company on future operations within Service Contract 54A;
- (b) Kairiki anticipates the trading halt to remain in place until the earlier of such time as it makes an announcement in relation to the equity raising and the expiration of the period permitted under listing rule 17.1.1; and
- (c) Kairiki is not aware of any reason why the trading halt should not be granted.

Yours faithfully

A handwritten signature in black ink, appearing to be "NB", followed by a horizontal line extending to the right.

Neville Bassett
Company Secretary