



2 August 2010

ASX Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

**L&M Energy Limited – Share Purchase Placement
Notice under ASIC Class Order [CO 09/425]**

In accordance with ASIC Class Order [CO 09/425], L&M Energy Limited (**LME**) gives notice as follows:

1. LME will make offers to issue shares under a share purchase plan without disclosure to investors under Part 6D.2 of the Corporations Act 2001 (Cth) (**Act**);
2. as at the date of this notice, the issuer has complied with the provisions of Chapter 2M as they apply to the issuer and section 674 of the Act; and
3. as at the date of this notice there is no "excluded information" within the meaning of sections 708A(7) and 708A(8) of the Act:

The share purchase plan was announced to the market on 26 July 2010, and the offer documentation was sent to shareholders on 30 July 2010.

LME confirms that the offer opens tomorrow, 3 August 2010 at 9am (Sydney time).

Yours faithfully

A handwritten signature in blue ink, appearing to be 'B. McGregor'.

Bruce McGregor
Company Secretary