



23 August 2013

ASX Market Announcements  
ASX Limited  
20 Bridge Street  
SYDNEY NSW 2000

### Convertible Note Conversion

Kairiki Energy Limited ("**Kairiki**" or "**the Company**") refers to its previous announcement on 4 July 2013 wherein it advised that, pursuant to the Convertible Note Deed ("**Note Deed**") between IMC Oil & Gas Investments Limited ("**IMC**") and Kairiki, IMC has issued a notice requesting Kairiki to seek shareholder approval with respect to the conversion of the 7,458,592 notes remaining in issue under the Note Deed.

The Implementation Agreement between Kairiki and IMC dated 4 July 2013, which was entered into to facilitate the conversion of the notes to ordinary fully paid shares in Kairiki, is subject to several conditions precedent, one of which is the approval of the IMC parent group investment committee approving the terms of the Implementation Agreement.

The Company is pleased to advise that it has received notification that IMC parent group investment committee approval has been granted.

The Company will now proceed to finalizing all necessary meeting material to seek shareholder approval to the matters outlined in the 4 July 2013 announcement.

The Company and IMC have also agreed in writing to extend the 'Longstop Date' by which the conditions precedent in the Implementation Agreement are to be fulfilled from 31 August 2013 to 31 October 2013.

Yours faithfully

A handwritten signature in black ink, appearing to be "N J Bassett", with a horizontal line extending to the right.

N J Bassett  
Company Secretary