



30 June 2009

ASX Limited
Company Announcements Office
Level 4 Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

SC 54 Farm Out Update

Kairiki has been advised by Focus Oil and Gas Pte Ltd that as it is unable to meet the required condition precedent of concluding its investor contracts to fund their obligations under the Farm-out Agreement dated 30 April 2009, the agreement will lapse as of today.

Following the recent oversubscribed placement to sophisticated investors and institutions, Kairiki's cash position at 30 June 2009 is very strong having recently raised approximately \$8.1 million. These funds will provide Kairiki with the financial capability to pursue the development of its Tindalo oil discovery in the Philippines in the near term as previously announced, with the flexibility of retaining its 40% interest in the inboard portion of SC54

For further information please contact:

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Company Highlights

- ASX listed oil and gas company pursuing high impact projects in proven oil basins
- Ongoing farm-out activities in the Philippines being undertaken
- Focus on commercialising Philippines discoveries targeting First Oil in 2010
- Quality board and management team