

27 September 2018

The Manager
The Australian Securities Exchange
The Announcements Office
Level 4/20 Bridge Street
SYDNEY NSW 2000

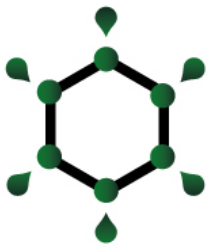
COMPLETION OF L7 (R1) - MOUNT HORNER OIL FIELD ACQUISITION

Key Petroleum Limited attaches herewith ASX Announcement pertaining to the acquisition of Production Licence L7 from AWE Perth Pty Ltd.

Regards

A handwritten signature in black ink, appearing to read "I. Gregory", with a large, stylized flourish below the name.

IAN GREGORY
Company Secretary
Key Petroleum Limited



ASX Announcement

27 September 2018

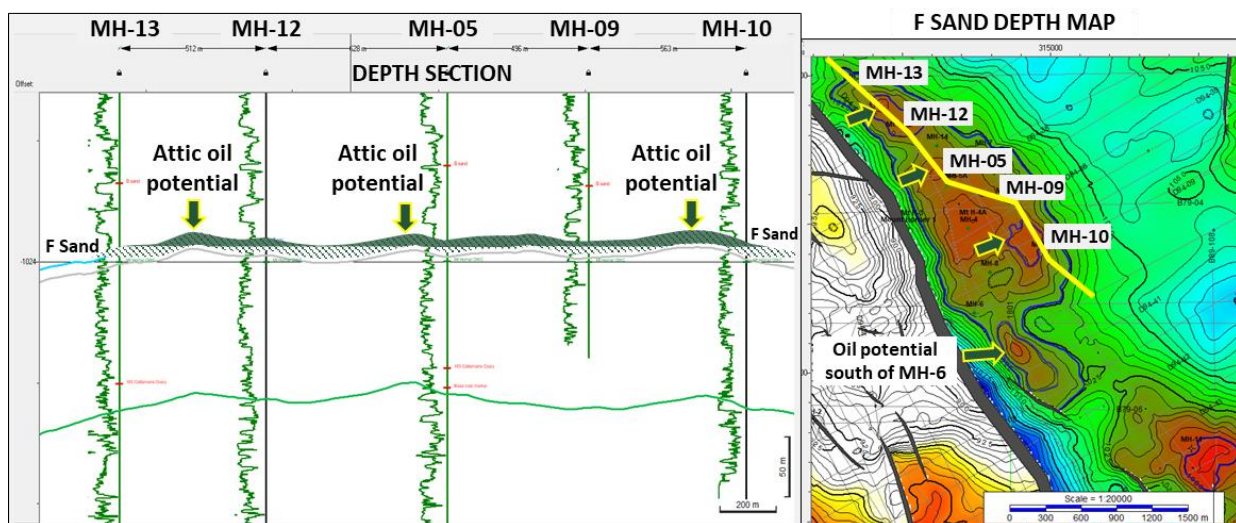
COMPLETION OF L7 (R1)

MOUNT HORNER OIL FIELD ACQUISITION

Further to our announcement of 13 September 2018, Key Petroleum Limited is pleased to advise that formal completion of the Sale and Purchase Agreement (“SPA”) for the acquisition of Production Licence L7 (R1) by Key Petroleum (Australia) Pty Ltd (“Key”), a wholly owned subsidiary of Key Petroleum Limited, AWE (Perth) Pty Ltd (“AWE”) occurred today.

The original terms of the SPA included:

- An exit payment of AU\$380,000 payable to Key which has now been paid;
- AWE to reimburse Key for L7 rehabilitation costs up to an agreed amount of AU\$1.9 million; and
- Key to assume operatorship of L7 and all associated liabilities post completion of the sale.



Mount Horner Cross Section and F Sand Depth Map

With completion of the transaction, Key anticipates the imminent commencement of rehabilitation works and other operations which will be disclosed to the market in due course.

For more information please contact:

IAN GREGORY

Company Secretary

Key Petroleum Limited

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