

2 February 2017

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

### UPDATE ON CAPITAL RAISING – PLACEMENT OF SHARES

Key Petroleum Ltd (“Key”) refers to its announcement dated 30 January 2017 and is pleased to advise that Tranche 1 of the funds has been received.

Key expects that the capital raising will be completed in accordance with the indicative timetable below:

By 3 February 2017	Tranche 1 funds already received	A\$320,000	80 million shares
By 10 February 2017	Tranche 2 funds to be received	A\$680,000	170 million shares
By 14 February 2017	Shares issued	<b>A\$1,000,000</b>	<b>250 million shares</b>

It is anticipated that the shares will be issued on 14 February 2017, at which time a notice under Section 708A and ASX Appendix 3B will be released to ASX.



**IAN GREGORY**  
Company Secretary  
**KEY PETROLEUM LIMITED**