

9 August 2017

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

CAPITAL RAISING – PLACEMENT OF SHARES

Key Petroleum Ltd (Key or Company) is pleased to advise that it has completed arrangements for a capital raising via a placement of 100 million ordinary fully paid shares at \$0.01 each to raise A\$1,000,000.00 (Placement) before costs. The Placement shares will be issued to a sophisticated investor.

Funds raised under the Placement will be expended on the following:-

- Funding Key's share of work commitments in the Perth Basin, Canning Basin and Cooper Eromanga Basin;
- Additional working capital.

The placement is being made pursuant to ASX Listing Rule 7.1.

An indicative timetable for completion of the Placement is as follows –

By 16 August 2017	Payment of Application Moneys	A\$1,000,000	100 million shares
By 21 August 2017	Shares issued	A\$1,000,000	100 million shares

The Placement was arranged with the investor as it was considered to be a more efficient and cost effective mechanism to raise the funds required for Key to achieve its stated objectives. Furthermore, the Placement does not expose the Company to market volatility that may be experienced over a more protracted process such as a pro-rata issue.

It is anticipated that the shares will be issued on 21 August 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