



24 June 2008

Companies Announcements Office
ASX Limited
20 Bridge Street
Sydney NSW 2000

**Kairiki Completes \$11.5 million Financing
Appendix 3B and Section 708A Notice**

Further to the company's announcement on 16 June 2008, the Directors are pleased to advise that the allotment of 49,949,730 ordinary fully paid shares at an issue price of 23 cents per share has been completed.

The placement has raised \$11,488,438 to fund Kairiki's Philippine's drilling program and for working capital purposes.

Attached to this announcement is an Appendix 3B in relation to the shares issued.

Pursuant to section 708A(5)(e) of the Corporations Act, the Company gives notice that the securities were issued without disclosure to investors under Part 6D.2 of the Corporations Act in reliance on section 708A(5).

The Company as at the date of this announcement has complied with:

- (a) the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
- (b) section 674 of the Corporations Act.

As at the date of this announcement, there is no excluded information for the purposes of section 708A(7) and (8) of the Corporations Act, required to be disclosed by the Company.

For further information please contact:

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Kairiki Energy Limited
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Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

KAIRIKI ENERGY LIMITED

ABN

34 002 527 906

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|---------------------------------------|
| 1 | +Class of +securities issued or to be issued | Ordinary fully paid shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 49,949,730 |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Equal with existing fully paid shares |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>Yes – ordinary fully paid shares</p>						
<p>5 Issue price or consideration</p>	<p>23 cents</p>						
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>The funds raised will be used to fund Kairiki’s Philippine’s drilling program and for working capital purposes.</p>						
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>24 June 2008</p>						
<p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="686 1422 925 1467">Number</th> <th data-bbox="925 1422 1283 1467">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="686 1467 925 1523">399,614,597</td> <td data-bbox="925 1467 1283 1523">Ordinary fully paid shares</td> </tr> <tr> <td data-bbox="686 1523 925 1630">144,905,501</td> <td data-bbox="925 1523 1283 1630">Options (31 December 2008; 5 cents)</td> </tr> </tbody> </table>	Number	+Class	399,614,597	Ordinary fully paid shares	144,905,501	Options (31 December 2008; 5 cents)
Number	+Class						
399,614,597	Ordinary fully paid shares						
144,905,501	Options (31 December 2008; 5 cents)						

+ See chapter 19 for defined terms.

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	10,000,000	Options (30 June 2008; 7 cents)
	4,250,000	Options (30 June 2009; 10 cents)
	5,000,000	Options (30 June 2009; 12 cents)
	2,500,000	Options (3 October 2009; 10.5 cents)
	2,750,000	Options (3 October 2010; 13.5 cents)
	3,300,000	Options (30 November 2009; 30 cents)
	2,200,000	Options (30 November 2009; 35 cents)
	1,250,000	Options (31 May 2011; 20 cents)
	1,250,000	Options (31 May 2011; 25 cents)
10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	-	

Part 2 - Bonus issue or pro rata issue

11 Is security holder approval required?	-
12 Is the issue renounceable or non-renounceable?	-
13 Ratio in which the +securities will be offered	-
14 +Class of +securities to which the offer relates	-
15 +Record date to determine entitlements	-
16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	-
17 Policy for deciding entitlements in relation to fractions	-

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

- | | | |
|----|---|---|
| 18 | Names of countries in which the entity has ⁺ security holders who will not be sent new issue documents

Note: Security holders must be told how their entitlements are to be dealt with.

Cross reference: rule 7.7. | - |
| 19 | Closing date for receipt of acceptances or renunciations | - |
| 20 | Names of any underwriters | - |
| 21 | Amount of any underwriting fee or commission | - |
| 22 | Names of any brokers to the issue | - |
| 23 | Fee or commission payable to the broker to the issue | - |
| 24 | Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of ⁺ security holders | - |
| 25 | If the issue is contingent on ⁺ security holders' approval, the date of the meeting | - |
| 26 | Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled | - |
| 27 | If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders | - |
| 28 | Date rights trading will begin (if applicable) | - |
| 29 | Date rights trading will end (if applicable) | - |

+ See chapter 19 for defined terms.

- | | | | |
|----|--|---|--|
| 30 | How do +security holders sell their entitlements <i>in full</i> through a broker? | - | |
| 31 | How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance? | - | |
| 32 | How do +security holders dispose of their entitlements (except by sale through a broker)? | - | |
| 33 | +Despatch date | - | |

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

- 34 Type of securities
(tick one)
- (a) Securities described in Part 1
- (b) All other securities
Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

- 35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders
- 36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
 1 - 1,000
 1,001 - 5,000
 5,001 - 10,000
 10,001 - 100,000
 100,001 and over
- 37 A copy of any trust deed for the additional +securities

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

Entities that have ticked box 34(b)

38 Number of securities for which
 +quotation is sought

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39 Class of +securities for which
 quotation is sought

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40 Do the +securities rank equally in all
 respects from the date of allotment
 with an existing +class of quoted
 +securities?

If the additional securities do not
 rank equally, please state:

- the date from which they do
- the extent to which they
 participate for the next dividend,
 (in the case of a trust,
 distribution) or interest payment
- the extent to which they do not
 rank equally, other than in
 relation to the next dividend,
 distribution or interest payment

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41 Reason for request for quotation
 now

Example: In the case of restricted securities, end of
 restriction period

(if issued upon conversion of
 another security, clearly identify that
 other security)

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	Number	+Class
42	Number and +class of all +securities quoted on ASX (including the securities in clause 38)	

+ See chapter 19 for defined terms.

