



16 November 2009

Australian Securities Exchange Limited  
Company Announcements Office  
Level 4, Exchange Centre  
20 Bridge Street  
SYDNEY NSW 2000

### SC54A Farm-Out Update

Kairiki Energy is pleased to advise that in relation to the Farm-out Agreement with Trafigura Ventures III B.V. (Trafigura) on SC 54A, final legal due diligence has now been completed and a cash payment of US\$ 3.8 million has now been received from Trafigura. With the completion of these conditions, Kairiki is now awaiting final approval from the DOE.

In another significant milestone for the Tindalo development, the operator has confirmed that the SC 54A Joint Venture has concluded an Extended Well Test Agreement (EWT) with the Philippine Department of Energy (DOE). Under the agreement, during the EWT period, the Joint Venture may retain one hundred percent (100%) gross crude proceeds whilst recovering all operating expenses (including development costs) incurred in connection with the EWT. The EWT is for a maximum of 100 days of actual crude flow/production time or one million barrels of crude production, whichever occurs first.

**Paul Fry**  
Chairman

#### Company Highlights

- ASX listed oil and gas company with high impact Philippines project in proven oil basin
- Ongoing farm-out activities in the Philippines being undertaken for SC54B
- Pursuing options to rapidly commercialise Philippines discoveries targeting first oil in 2010
- Quality board and management team