



MOLOPO AUSTRALIA LIMITED

ABN 79 003 152 154

ASX ANNOUNCEMENT

19th December 2008

MOLOPO COMPLETES SALE OF GLOUCESTER

Further to our ASX release on 17 December 2008 announcing that Molopo Australia Limited and its joint venture participant AJ Lucas Group Limited had agreed to sell their respective interests in PEL 285 ("the Gloucester Project") in New South Wales to AGL Energy Limited for \$370 million, we are pleased to confirm settlement has occurred in line with the original agreement.

The respective interests in the Gloucester Project are Molopo 30% and AJ Lucas 70%.

Lazard Carnegie Wylie has acted as financial advisor to Molopo on this transaction.

Issued by:

Molopo Australia Limited

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Molopo Australia Limited is an ASX listed gas producer focused on the development of coalbed methane and other on-shore gas projects. Molopo holds a 50% interest in several gas fields located in the Bowen Basin, Queensland, a 50% interest in a US gas project, a 100% interest in a shale gas project in eastern Canada, a 50% interest in two permits in the Clarence Moreton Basin, NSW, an interest in the Liulin CBM project in China, and a 100% interest in two South African projects covering 250,000 hectares.

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