

Form 605

Corporations Act 2001

Section 671B

Notice of ceasing to be a substantial holder

To Company Name/Scheme CHALLENGER ENERGY LIMITEDACN/ARSN 123 591 382

1. Details of substantial holder(1)

Name PETREL ENERGY LTD
ACN/ARSN (if applicable) 125 391 667The holder ceased to be a
substantial holder on16/4/12

The previous notice was given to the company on

29/2/12

The previous notice was dated

29/2/12

2. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

Date of change	Person whose relevant interest changed	Nature of change (4)	Consideration given in relation to change(5)	Class (6) and number of securities affected	Person's votes affected
<u>16/4/12</u>	<u>PETREL ENERGY LTD.</u>	<u>ON MARKET SALE</u>	<u>\$419,797.58</u>	<u>7,019,591 ORD SHARES</u>	<u>7,019,591 ORD SHARES</u>

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their association (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association

4. Addresses

The addresses of persons named in this form are as follows:

Name	Address
<u>PETREL ENERGY LTD.</u>	<u>LEVEL 3 SUITE 303, 10 BRIDGE ST., SYDNEY 2000</u>
<u>CHALLENGER ENERGY LTD.</u>	<u>LEVEL 17, 500 COLLINS ST., MELBOURNE 3000</u>

Signature

print name RUSSELL D. LANGUSCHcapacity EXEC DIRECTOR

sign here

date 16/04/12