

14 June 2012

ASX Market Announcements
ASX Limited
20 Bridge Street
Sydney NSW 2000

INTRODUCTION OF NEW STRATEGIC INVESTOR AND COMPLETION OF DEBT CONVERSION

Sprint Energy Ltd ("SPRINT") (ASX Code: SPS) is pleased to confirm that it has executed a strategic agreement between AM Securities Pty Ltd ("AM SECURITIES") and Provencal Holdings (WA) Pty Ltd ("PROVENCAL") for the acquisition and assignment of the only outstanding convertible note debt held within the company.

Provencal has executed documents to acquire the \$2.5M convertible loan from AM Securities. On assignment, Provencal will convert this loan immediately to fully paid ordinary shares. The terms of this conversion are as follows:

Subject to shareholder approval at an upcoming general meeting of shareholders to be held on 29 June 2012, Provencal Holdings (WA) Pty Ltd will acquire 100M shares at an issued cost price of \$0.025 (2.5c per share). This price represents a material premium of approximately 39% to the 30 day VWAP closing price of about \$0.018 (1.8c per share). These shares will rank equally with all outstanding shares on issue with a 12 month voluntary escrow for the period applicable from time of issuing.

In the event that the issue of shares detailed above is not approved by shareholders at an upcoming general meeting of shareholders, the loan remains payable in cash by 31 December 2012.

Managing Director Brad Boyle stated: "Sprint Energy is very excited and pleased to welcome Provencal as a strategic substantial shareholder to the register. This contribution of capital from Provencal during this period of rebuilding and growth is a great show of support to direction and vision of the company. This also concludes the major capital restructuring and debt elimination program Sprint undertook at the time of my appointment".

Yours sincerely
Sprint Energy Ltd

A handwritten signature in blue ink, appearing to be "Brad Boyle", written over a white background.

Brad Boyle
Managing Director

Phone: +61 3 9692 7222
Mobile: +61 417 175 852
Email: brad.boyle@sprintenergy.com.au

About Sprint Energy Ltd: Sprint Energy Ltd is an independent oil and gas exploration and production Company, listed on the Australian Stock Exchange (ASX Code: SPS). Its primary focus of operations is Gulf Coast, USA.

Sprint Energy Ltd
Suite 304, 22 St Kilda Road
St Kilda Victoria 3182

P +61 3 9692 7222
f +61 3 9529 8057

www.sprintenergy.com.au