

7 November 2012

Wade Baggott  
Australian Securities Exchange Limited  
2 The Esplanade  
PERTH WA 6000

### **UPDATE ON STATUS OF SPRINT SHARES**

This is further to the announcement dated 7 November 2012, requesting that the Company's securities be placed in a trading halt pending announcement of corporate update and ASX query.

The Company advises that the cleansing notice issued on 19 September 2012 relating to the issue of 72,880,000 ordinary shares at \$0.02 on 19 September 2012 ("Shares") did not exempt the sellers of the Shares from their obligation to make disclosure pursuant to s707(3) of the *Corporations Act 2001* because the Shares were not in a class of securities that was trading on the ASX and not suspended for more than a total of five (5) days during the previous twelve (12) month period.

The Company confirms the Short Form Prospectus ("Prospectus") dated 2 November 2012, was not accepted for lodgement by ASIC and Sprint was advised the Prospectus was deemed insufficient to rectify the breach and facilitate the secondary trading of the Shares to enable persons who were issued with or who purchased the Shares to on sell them without disclosure.

The Company confirms as a result of the ASIC and ASX reviews, Sprint is now in the process of reviewing all issue of securities over the last twelve (12) months with a view to considering as whether there has been any further inadvertent breaches and subject to obtaining further legal advice on the matter, the Company will update the market accordingly.

The Company will lodge an application with the Federal Court of Australia seeking urgent declaratory relief and ancillary orders relating to the issue of securities and the subsequent offer for sale or sale by subscribers to those securities. The Company will seek orders declaring that any offer for sale or sale of the securities from the date of issue of the securities until 7 November 2012 is not invalid by reason of the seller's failure to comply with s707(3) of the *Corporations Act 2001*.

The Company will request an urgent hearing of its application and will advise the market accordingly. In the meantime the Company has requested that trading in its securities be suspended pending the outcome of its application to the Federal Court. The Company knows of no reason why the suspension should not be granted by the

ASX. The Company expects the suspension to last until Monday, 12 November 2012.

The Company will also lodge with ASIC an amended prospectus to the effect of which is to facilitate the secondary trading of the securities without the need for additional disclosure.

On behalf of the Board of Directors.

Yours sincerely  
**Sprint Energy Ltd**



**Brad Boyle**  
**Managing Director**

Phone: +61 8 9215 4200  
Mobile: +61 417 175 852  
Email: [brad.boyle@sprintenergy.com.au](mailto: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 and Russia.