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AUSTRALIAN SECURITIES EXCHANGE ANNOUNCEMENT

18 December 2013

Eden Awaits Satisfaction of Conditions on Contract to Sell UK Gas and Petroleum Assets for £11.5million

As announced on 25 November 2013, Perth based Eden Energy Ltd ("Eden") (ASX Code: EDE), extended until 13 December 2013 the latest date for satisfaction of the conditions on the conditional agreement, announced to the ASX on 17 September 2013, to sell its entire UK coal seam methane and shale gas portfolio for up £11.467million, to be satisfied by a cash payment of £1,100,000 and with the balance to be paid in fully paid ordinary shares in presently unlisted UK public company Shale Energy PLC ("Shale Energy").

The main condition remaining outstanding is the requirement for Shale Energy to complete a £7million capital raising. The extension of the date to 13 December 2013 was agreed in consequence of Shale Energy having secured a contractual commitment from a UK based company to subscribe the entire sum of £7million, that Shale Energy had been advised was hoped to be able to be completed within the then following two weeks.

However, at the close of business on 13 December 2013, Shale Energy had not yet satisfied this condition. It has however advised Eden that it understands from the party with which it has the contract, that the funds are still hoped to be received in the very near future. Accordingly, unless and until a suitable alternative offer should emerge, Eden intends to wait and see if Shale Energy can satisfy this condition in the near future, as they hope, before Eden makes a decision as to whether or not to elect to terminate the conditional contract for failure of the conditions to be satisfied.

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Executive Chairman

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