



MARENICA
ENERGY LIMITED

ASX ANNOUNCEMENT – 2 April 2012

Non-Renounceable Entitlement Issue to Raise Up to \$3.24 Million and Issue of Replacement Convertible Note

Marenica Energy Limited (the “Company”) wishes to advise that the Directors have resolved to make an offer to eligible shareholders to participate in a pro rata non-renounceable entitlement issue to raise up to approximately A\$3.24m.

Under the entitlement issue, the Company will issue up to 249,314,844 new fully paid shares at 1.3 cents per share. The shares will be offered on the basis of one new share for every two existing shares held at the record date (the “Entitlement Issue”).

Hanlong Energy Ltd (“Hanlong”), an existing substantial shareholder of the Company and holder of a convertible note with a face value of A\$2 million, has agreed to underwrite the Entitlement Issue.

The proceeds from this issue will be used to fund the Company’s activities, including further metallurgical testwork on bulk-samples to assess whether screening, de-sliming, gravity separation, magnetic separation and/or flotation can be applied to upgrade the yield from the Company’s Marenica uranium deposit further to the Company’s announcement on 7 March 2012.

The Company further wishes to advise that it has agreed with Hanlong to redeem the existing convertible note held by Hanlong and issue a new convertible note to Hanlong with the same face value, interest rate and maturity date and a conversion price of 2.674 cents per share.

The Company expects to be in a position to provide further details of the rights issue including the rights issue timetable on or about 5 April 2012.

Yours sincerely

Robert Pearce
Chairman