



16th March 2007

(ASX Code: KAR)

Extension of WA-314-P and WA-315-P permit work requirements.

Karoon is pleased to announce that the Karoon Gas/ConocoPhillips Joint Venture in the Browse Basin has been granted an extension in which to complete its third year work commitments for WA-314-P and WA-315-P.

The Department of Industry and Resources (DOIR) have notified the Operator ConocoPhillips in writing that "the suspensions and extensions for WA-314-P and WA-315-P are as follows:

- (a) suspend the condition requiring the completion of the Year 3 work by 11 February 2007 for a period of twelve (12) months to 11 February 2008 and
- (b) extend the term of the Exploration Permits WA-314-P and WA-315-P for a period of twelve (12) months from 11 February 2010 to 11 February 2011.

By way of clarification the effect of this suspension is that Year 3 runs to 11 February 2008 and Year 4 starts on 12 February 2008."

For more information please see the Karoon website or Contact:

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