

Key Petroleum Limited

ACN 120 580 618

Level 3, 46 Ord Street,
West Perth,
Western Australia 6005
Tel. +61 8 9321 0306
Fax: +61 8 9321 0302
Mob: +61 41 991 2395
e-mail: info@keypetroleum.com

18 April 2007

Mr Ben Donovan
Australian Stock Exchange Limited
Exchange Plaza
Level 8
2 The Esplanade
Perth WA 6000

Dear Ben

DETAILS OF ESCROW ARRANGEMENTS

We confirm the escrow provisions applying to the Company's securities as follows:

Securities restricted for 24 months from date of quotation

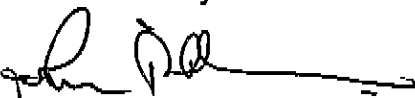
Securities	Restriction period
9,028,333 Fully Paid Ordinary Shares	24 months from date of quotation
2,000,000 Fully Paid Ordinary Shares	24 months from date of quotation

Securities restricted for 12 months from date of issue

Securities	Restriction period	Issue date
1,715,000 Fully Paid Ordinary Shares	12 months from date of issue	31 January 2007
2,990,000 Fully Paid Ordinary Shares	12 months from date of issue	12 March 2007
2,000,000 Fully Paid Ordinary Shares	12 months from date of issue	17 April 2007

If you require any further information please have no hesitation to contact the undersigned.

Yours sincerely



John Ribbons
Company Secretary