

24 October 2013

The Manager
The Australian Securities Exchange
The Announcements Officer
Level 4/20 Bridge Street
SYDNEY NSW 2000

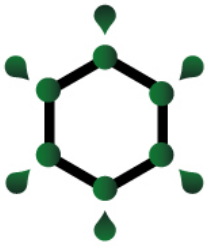
COMMENCEMENT OF GEOCHEMICAL SURVEY, EP448, CANNING BASIN, WESTERN AUSTRALIA

We attach herewith ASX Announcement for Investors regarding the commencement of a Geochemical Survey within Canning Basin permit, EP448.

Regards



J L KANE MARSHALL
Managing Director
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ASX RELEASE

COMMENCEMENT OF GEOCHEMICAL SURVEY, EP448, CANNING BASIN, WESTERN AUSTRALIA

Gulliver Productions Pty Ltd, a wholly owned subsidiary of Key Petroleum Limited (“Key”) is pleased to announce that the WA Department of Mines and Petroleum (“DMP”) has granted an approval to conduct a Geochemical Survey within exploration permit, EP448, within the Canning Basin.

Key mobilised environmental, logistical and geochemical personnel to an area in the Great Sandy Desert approximately 650km south of Broome on Monday, 21 October 2013.

The Geochemical Survey, which is part of the Year 5 Work Commitment, commenced this morning by helicopter and vehicle to cover 2,000 km². As part of the Survey, soil will be sampled at surface for hydrocarbons that could potentially indicate conventional and unconventional prospects and leads within the EP448 permit.

Since Monday, environmental personnel have commenced a number of other surveys over areas proposed for road, airstrip and drilling well locations. These wells include the Walsh-1 and Ambrose-1 wells, which have unconventional and conventional oil and gas potential.

In addition, a specialist Canning Basin earthworks and logistical support team has pegged and surveyed areas for infrastructure for the proposed well sites. These specialists will investigate nearby areas for building material, such as laterite gravel, to be utilised for the construction of drilling pads, roads and airstrips. The environmental staff are working with this team to make sure the material does not compromise culturally sensitive indigenous locations or the environment.

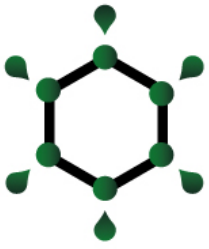
Due to the onset of the ‘Cultural Season’, Heritage Surveys required for the Year 6 Work Commitments cannot commence until February 2014.

For more information please contact:
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Ian Gregory
Company Secretary

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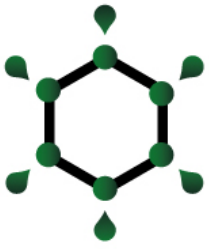
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Geochemical personnel taking a hydrocarbon sample from the soil using a probe and syringe



Managing Director Kane Marshall investigates possible access areas for the two drilling locations



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Geochemical specialist John Connolly discusses the survey strategy over EP448 with Kane Marshall