

ASX Circular

Date: 21 May, 2007

Key topics

1. Red Sky Energy Limited
2. ASX Code: ROG
3. Quotation commences 11:30 am E.S.T. on Wednesday, 23 May 2007

Reading List

Banks
Client Advisers
Compliance Managers
Corporate Advisory
Issuers
Institutions
Office Managers
Research Analysts
Share Registries
ACH Participants
Market Participants

Contact

Joel Farina

Telephone

02 9227 0441

ASX Limited
ABN 98 008 624 691
Exchange Centre
20 Bridge Street
Sydney NSW 2000
PO Box H224
Australia Square NSW 1215

Internet: <http://www.asx.com.au>

No responsibility is accepted for any inaccuracies contained in the matter published.

RED SKY ENERGY LIMITED – COMMENCEMENT OF OFFICIAL QUOTATION

Red Sky Energy Limited (the "Company") was admitted to the official list of ASX Limited ("ASX") on Monday, 21 May 2007.

Official Quotation of 53,132,549 ordinary shares each fully paid issued at \$0.20 each will commence at 11.30 am E.S.T. on Wednesday, 23 May 2007.

Quoted Securities: 53,132,549 fully paid ordinary shares

ASX Code: ROG

Time: 11.30 am E.S.T.

Date: 23 May 2007

ITS Abbreviation: RED SKY

ISIN: AU000000ROG5

Home Branch: Sydney

Industry Classification: Pending

Registered Office: Suite 15, Level 25
Chifley Tower
2 Chifley Square
Sydney NSW 2000
Phone: (02) 9419 8044
Fax: (02) 9419 8099
www.redskyenergy.com.au

Company Secretary: Andrew Cooke

Share Registry: Computershare Investor Services
Level 2

45 St Georges Terrace

Perth WA 6000

Ph: (08) 9323 2000

Fax: (08) 9323 2033

Balance Date: 30 June

CHESS: Participating. The Company will also operate an issuer sponsored subregister.

State of Incorporation: New South Wales

ASX restricted securities: 27,602,971 fully paid ordinary shares are classified as restricted securities and are escrowed for a period of 24 months from the commencement of official quotation. No:

11,722,891 fully paid ordinary shares are classified as restricted securities and are escrowed for a period of 12 months from the date of issue.

Activities: The Company is an Australian-based oil and gas company established to acquire, explore, assess and exploit oil and gas deposits in prospective tenements across Australia.

Securities not quoted: 39,325,862 fully paid ordinary shares subject to ASX imposed escrow (see above) and 20,894,885 unquoted options.

The 20,894,885 options have the following terms:

1. 4,374,944 options exercisable at \$0.20 each on or before 30 September 2010.
2. 2,300,000 options exercisable at \$0.20 each on or before 12 months from date Company lists on ASX.
3. 5,000,000 options exercisable at \$0.20 each on or before 24 months from date Company lists on ASX.
4. 2,000,000 options exercisable at \$0.20 each on or before 24 months from the end of any ASX escrow period.
5. 250,000 options exercisable at \$0.20 each on or before 18 February 2012.
6. 750,000 options issued to Mr Klaus Zahnd exercisable at \$0.20 on or before 18 months of the relevant vesting date.
7. 6,219,941 options issued to Sky Hunter Exploration Pty Ltd exercisable at \$0.20 on or before 31 December 2010.

For further information please refer to the Company's prospectus dated 28 March 2007.