



MARKET RELEASE

7 October 2016

Karoon Gas Australia Limited

TRADING HALT

The securities of Karoon Gas Australia Limited (the “Company”) will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Tuesday, 11 October 2016 or when the announcement is released to the market.

Security Code: KAR

Cheng Tang

ADVISER, LISTINGS COMPLIANCE (MELBOURNE)



7 October 2016

Cheng Tang
Companies Advisor
Australian Stock Exchange Ltd
Melbourne Vic 3000

Dear Cheng,

Request for Trading Halt

Karooon Gas Australia Limited (ASX: KAR) ("**Company**") requests a trading halt in relation to a pending update regarding the recent announcement made by Petrobras.

The Company requests that the trading halt be put in place immediately until such time as an announcement can be made.

Karooon is not aware of any reason why the trading halt should not be granted.

Kind regards

A handwritten signature in black ink, appearing to read 'S Hosking', is written in a cursive style.

Scott Hosking - Company Secretary
Karooon Gas Australia Ltd
Phone: 03 5974 1044
Fax: 03 5974 1644
Email: scotthosking@karoongas.com.au
Website: www.karoongas.com.au