

ASX Announcement



22 November 2016

The Company Announcement Officer ASX Ltd
via electronic lodgement

Non-Renounceable Underwritten Rights Issue

Notice under Section 708AA(12)(a) of the Corporations Act 2001 (Cth)

On 11 November 2016 Strike Energy Limited (ASX Code: "STX") (**Strike**) announced a fully underwritten one (1) for fourteen (14) non-renounceable pro rata rights issue at an issue price of \$0.07 per new Strike share to raise up to approximately \$4.5 million (before costs and expenses) (**Rights Issue**) and gave a notice (**Cleansing Notice**) in accordance with section 708AA(2)(f) of the *Corporations Act 2001* (Cth), as modified by ASIC Corporations (Non-Traditional Rights Issues) Instrument 2016/84 and ASIC Corporations (Disregarding Technical Relief) Instrument 2016/73 (**Corporations Act**).

In the Cleansing Notice, Strike advised that it had entered into an agreement with Orica International Pte Ltd (**Orica**), to facilitate discussions between them concerning the development strategy currently proposed by Strike for its Southern Cooper Basin Project and the parties' respective commercial objectives given the time that has elapsed since they entered into the Gas Supply Agreement referred to in the Cleansing Notice. That discussion period was due to expire today, but has been extended by agreement to 20 February, 2017 (subject to any further agreed extension) or until a mutually acceptable outcome is agreed, if earlier. As advised in the Cleansing Notice, Orica and Strike have agreed to suspend certain rights under the GSA during this period which, if exercised, may lead to the termination of the GSA.

Strike gives notice of the extension of the discussion period in accordance with section 708AA(12)(a) of the Corporations Act.

Full details of the Rights Issue are set out in the Offer Memorandum and Appendix 3B lodged with ASX on 11 November 2016. The Offer Memorandum will be sent to Eligible Shareholders tomorrow, 23 November 2016.

Yours faithfully

A handwritten signature in black ink, appearing to read "S McGuinness".

SEAN MCGUINNESS
Chief Financial Officer & Company Secretary