

29 December 2006

Company Announcements Platform  
Australian Stock Exchange  
Level 4  
20 Bridge Street  
SYDNEY NSW 2000

**By e-Lodgement**

Dear Sir/Madam

## **FINALISATION OF PLACEMENT, APPENDIX 3B AND s708A NOTICE**

Aurora Oil & Gas Limited (ASX:AUT) ("Company" or "Aurora") advises that it has finalised the placement of 15,575,572 fully paid ordinary shares to Institutional and other Sophisticated Investors to raise \$8,255,053 before costs of issue as announced to the market on 21 December 2006 ("Placement").

The Placement shares are being allotted and issued to clients of Stripe Capital - Corporate Authorised Representative of Australian Stockbroking & Advisory Services Ltd, Tricom Equities Limited, Tolhurst Noall Limited and other leading brokers. A completed Appendix 3B in respect of the Placement shares is attached and the Company expects that holding statements will be despatched to shareholders early next week.

### **Secondary Trading Exemption Notice**

The Corporations Act 2001 ("Act") restricts the on-sale of securities without disclosure, unless the sale is exempt under Section 708 or 708A of the Act. By Aurora giving this notice, on sale of shares issued under the Placement will fall within the exemption offered by Section 708A (5) of the Act.

Aurora hereby notifies the ASX (as the operator of the prescribed financial market on which the Placement shares are to be quoted) under Section 708A(5)(e) of the Act that:

- (a) Aurora issued the Placement shares without disclosure to investors under Part 6D.2 of the Act;
- (b) As at the date of this notice Aurora has complied with the provisions of Chapter 2M of the Act as they apply to Aurora and with Section 674 of the Act; and
- (c) As at the date of this notice there is no "excluded information" as defined in Section 708A(7) and (8) of the Act in relation to Aurora.

Yours sincerely  
**AURORA OIL & GAS**

Alex Neuling  
**COMPANY SECRETARY**

# Appendix 3B

## New issue announcement, application for quotation of additional securities and agreement

*Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.*

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003.

Name of entity

AURORA OIL & GAS LIMITED

ABN

90 008 787 988

We (the entity) give ASX the following information.

### Part 1 - All issues

*You must complete the relevant sections (attach sheets if there is not enough space).*

- |   |  |  |
|---|--|--|
| 1 | +Class of +securities issued or to be issued   | (i) Shares<br>(ii) Options   |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued  | (i) 15,575,572<br>(ii) 1,000,000   |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | (i) Fully paid ordinary shares<br>(ii) Options exercisable at \$0.58 expiring 12 months from date of issue |

+ See chapter 19 for defined terms.

**Appendix 3B**  
**New issue announcement**

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<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> <li>• the date from which they do</li> <li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li> <li>• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment</li> </ul>	<table border="1"> <tr> <td>(i)</td> <td>Yes</td> </tr> <tr> <td>(ii)</td> <td>Upon exercise, shares issued will rank parri passu with existing shares on issue</td> </tr> </table>	(i)	Yes	(ii)	Upon exercise, shares issued will rank parri passu with existing shares on issue
(i)	Yes				
(ii)	Upon exercise, shares issued will rank parri passu with existing shares on issue				
<p>5 Issue price or consideration</p>	<table border="1"> <tr> <td>(i)</td> <td>\$0.53 per share</td> </tr> <tr> <td>(ii)</td> <td>Nil</td> </tr> </table>	(i)	\$0.53 per share	(ii)	Nil
(i)	\$0.53 per share				
(ii)	Nil				
<p>6 Purpose of the issue          (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>Working Capital</p>				
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<table border="1"> <tr> <td>(i)</td> <td>29 December 2006</td> </tr> <tr> <td>(ii)</td> <td>5 January 2007</td> </tr> </table>	(i)	29 December 2006	(ii)	5 January 2007
(i)	29 December 2006				
(ii)	5 January 2007				
<p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th>Number</th> <th>+Class</th> </tr> </thead> <tbody> <tr> <td>145,116,077</td> <td>Fully Paid Ordinary Shares</td> </tr> </tbody> </table>	Number	+Class	145,116,077	Fully Paid Ordinary Shares
Number	+Class				
145,116,077	Fully Paid Ordinary Shares				

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9	Number and <sup>+</sup> class of all <sup>+</sup> securities not quoted on ASX (including the securities in clause 2 if applicable)	Number	<sup>+</sup> Class
		23,665,714	Options
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	As with existing shares	

## Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	N/A	
12	Is the issue renounceable or non-renounceable?	N/A	
13	Ratio in which the <sup>+</sup> securities will be offered	N/A	
14	<sup>+</sup> Class of <sup>+</sup> securities to which the offer relates	N/A	
15	<sup>+</sup> Record date to determine entitlements	N/A	
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	N/A	
17	Policy for deciding entitlements in relation to fractions	N/A	
18	Names of countries in which the entity has <sup>+</sup> security holders who will not be sent new issue documents  <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small>	N/A	
19	Closing date for receipt of acceptances or renunciations	N/A	

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20	Names of any underwriters	N/A
21	Amount of any underwriting fee or commission	N/A
22	Names of any brokers to the issue	N/A
23	Fee or commission payable to the broker to the issue	N/A
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	N/A
25	If the issue is contingent on +security holders' approval, the date of the meeting	N/A
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	N/A
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	N/A
28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	N/A
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A

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+ See chapter 19 for defined terms.

- 32 How do +security holders dispose of their entitlements (except by sale through a broker)? N/A
- 33 +Despatch date N/A

### **Part 3 - Quotation of securities**

*You need only complete this section if you are applying for quotation of securities*

- 34 Type of securities  
(tick one)
- (a)  Securities described in Part 1
- (b)  All other securities
- Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

### **Entities that have ticked box 34(a)**

#### **Additional securities forming a new class of securities**

*Tick to indicate you are providing the information or documents*

- 35  If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders
- 36  If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories  
1 - 1,000  
1,001 - 5,000  
5,001 - 10,000  
10,001 - 100,000  
100,001 and over
- 37  A copy of any trust deed for the additional +securities

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**Entities that have ticked box 34(b)**

38 Number of securities for which  
 +quotation is sought

N/A
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39 Class of +securities for which  
 quotation is sought

N/A
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40 Do the +securities rank equally in all  
 respects from the date of allotment  
 with an existing +class of quoted  
 +securities?

If the additional securities do not  
 rank equally, please state:

- the date from which they do
- the extent to which they  
 participate for the next dividend,  
 (in the case of a trust,  
 distribution) or interest payment
- the extent to which they do not  
 rank equally, other than in  
 relation to the next dividend,  
 distribution or interest payment

N/A
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41 Reason for request for quotation  
 now

Example: In the case of restricted securities, end of  
 restriction period

(if issued upon conversion of  
 another security, clearly identify that  
 other security)

N/A
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	Number	+Class
42 Number and +class of all +securities quoted on ASX ( <i>including</i> the securities in clause 38)	N/A	

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+ See chapter 19 for defined terms.

### **Quotation agreement**

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- We warrant that if confirmation is required under section 1017F of the Corporations Act in relation to the +securities to be quoted, it has been provided at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

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- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here: ..... Date: 29 December 2006.  
(~~Director~~/Company secretary)

Print name: ALEX NEULING

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+ See chapter 19 for defined terms.