

**12 June 2012**

**K2 EXTENSION OF SHARE PURCHASE PLAN CLOSING DATE**

K2 Energy Limited (ASX: KTE) (“K2”) advises it is extending the closing date of the share purchase plan (“SPP”) announced on 15<sup>th</sup> May 2012. The SPP was due to close on 15<sup>th</sup> June 2012 but has been extended to now close on 5:00pm (AEST) on Thursday 12<sup>th</sup> July 2012.

As was previously announced, the proceeds of Placement will be applied to fund K2’s further investment in Mears Technologies Inc. (“Mears”) and provide the Company with additional working capital.

Without such an extension, the Board is concerned that all shareholders may not have sufficient time to assess their position and lodge applications given the proximity of the existing closing date.

No action is required to be taken by shareholders who have already made application for shares under the SPP. However, if you wish to increase your participation please telephone K2’s share registry - Boardroom Pty Limited on 1300 737 760 (within Australia) or +61 2 9290 9600 (outside Australia).

As set out in the offer document mailed to shareholders previously, the maximum value of K2 shares that shareholders can apply for is A\$15,000.

**The revised indicative timetable for the SPP is set out as follows:**

Record Date	14 <sup>th</sup> May 2012
Announcement of Share Purchase Plan	15 <sup>th</sup> May 2012
Share Purchase Plan offer closes	12 <sup>th</sup> July 2012
Allotment and Issue of Shares	19 <sup>th</sup> July 2012

The terms and conditions of the Company’s Share Purchase Plan are contained in the K2 Energy Limited Share Purchase Plan Rules.