

15 October 2012

BLOCK 14 SUDAN ACTIVITY UPDATE

HIGHLIGHTS:

- **Significant hydrocarbon indications from extensive micro-biological sampling of over 1,000 boreholes in Block 14**
 - **Hydrocarbon shows reported from well drilled in adjacent Block 12A**
 - **Competent Persons Report initiated to estimate resource potential**
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Sirocco Energy Limited, currently trading as Agri Energy Limited, (the “Company” or “Sirocco”) is pleased to advise the receipt of all historical data acquired in Block 14. The data includes a Microbiological Prospecting for Oil and Gas (“MPOG”) Report which concluded that there are distinct areas within Block 14 that have significant hydrocarbon indications.

The historical data on Block 14 has been obtained without cost from the Ministry of Petroleum in Sudan. The previous Block 14 Operators spent in excess of \$15 million on data acquisition, including ground and airborne gravity surveys, aero-magnetics, 2D seismic data, Microbiological Prospecting for Oil and Gas (“MPOG”) studies, as well as field and laboratory studies.

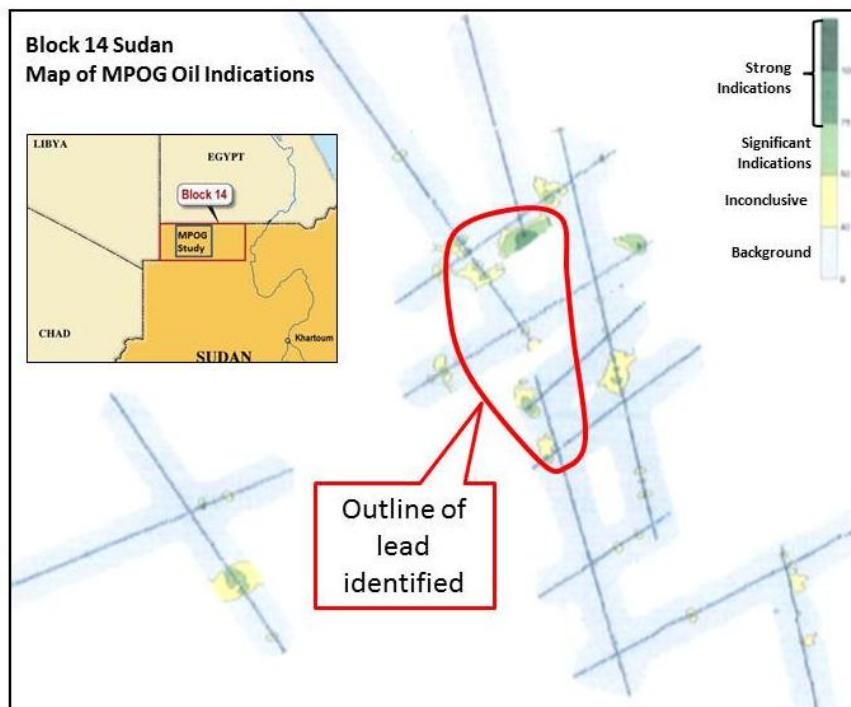
Agri Managing Director Mr Gregory Channon commented *“Geological activity has now begun in earnest in Block 14. The compilation and re-interpretation of the historical data will form the basis for our plans going forward. We will save significant time and money by accessing and utilizing this data. Additionally, the results of the 2008 MPOG Report and the shows from the well to the south are the first real indications that hydrocarbons could be present in Block 14, enhancing the prospectivity considerably”*.

MicroPro MPOG Report shows Indications of Hydrocarbons

The MPOG Report by MircoPro GmbH was undertaken in Block 14 in 2008. This report studied borehole soil samples at 1,089 locations in Block 14 and stated “high indication values at several stations prove the principle occurrence and potential activity of hydrocarbon oxidizing bacteria.” The highest readings in the block occur immediately above the largest lead identified within the block.

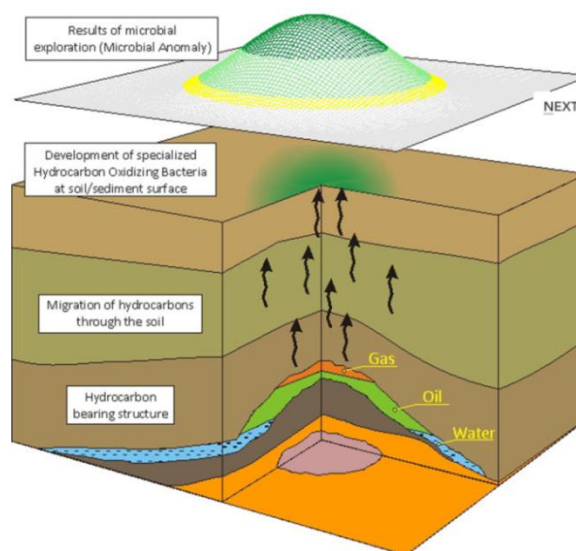
“The results of this study are very encouraging and are the best indication yet that hydrocarbon accumulations exist in the block”, stated Mr Channon.

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What is micro-biological sampling?

MPOG exploration technology is based on the detection of significant populations of specific hydrocarbon degrading micro-organisms in shallow soil samples (up to 4 metres below the surface). Hydrocarbon micro-leakage from oil and gas traps migrate to the surface and promotes the development of hydrocarbon oxidizing bacteria. The detection of microbial anomalies indicates a corresponding hydrocarbon signature deeper underground.



The identification of these anomalies is the first real indication that an effective petroleum system could be present in Block 14 and reduces Block 14's critical risk of the presence and maturity of source rocks.

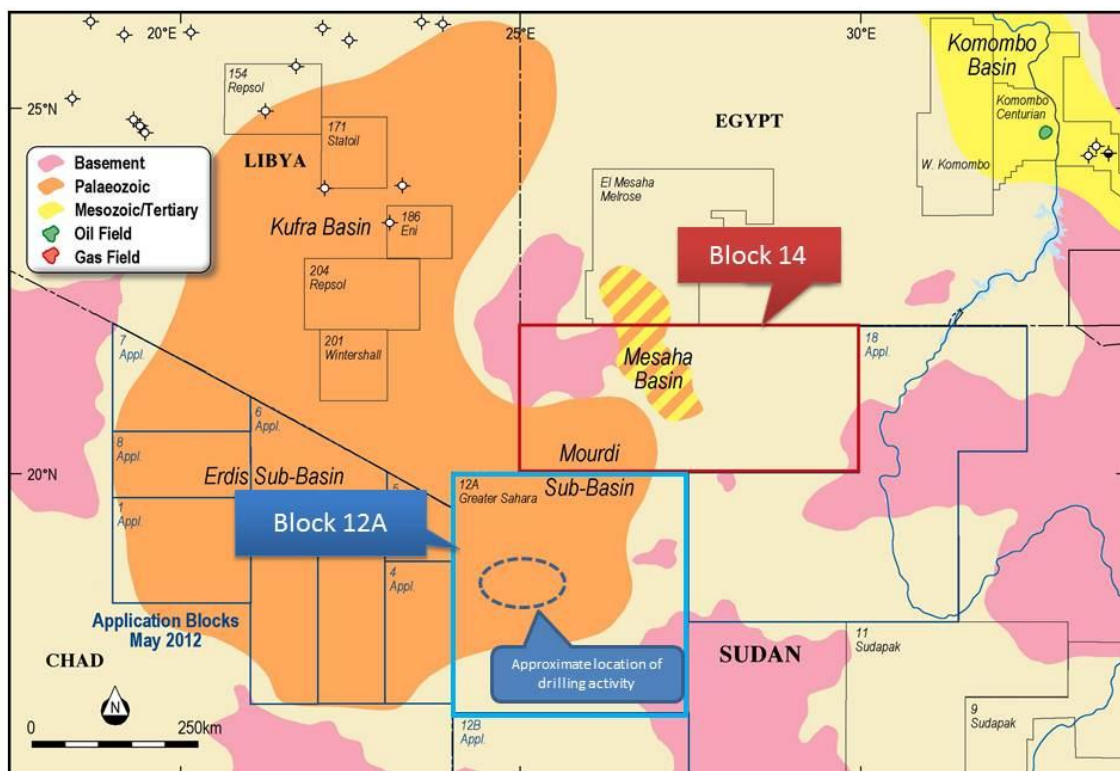
Scouting Information in Neighbouring Block 12A

An exploration well drilled in Block 12A, which borders the company's block, has encountered hydrocarbon shows. The well, situated approximately 150km south of Sirocco's Block 14, is the first exploration well drilled in the Mourdi Sub-basin. It is understood the Block 12A Joint Venture will spud a second well whilst the rig is still in the region.

The presence of hydrocarbon indications in the Mourdi Sub-basin significantly upgrades the region's potential. The Mourdi Sub-basin extends from Block 12A directly into the south western portion of Block 14.

Also in the region, Melrose and its partners in the El Mesaha Block in Egypt, which is immediately to the north of Block 14, are planning to drill an exploration well before the end of the year.

Any further positive information from these drilling campaigns could have significant impact on the future prospectivity of Block 14.



Competent Person Report

The company has appointed Senergy Group Ltd to undertake an independent Competent Persons Report on Block 14 Sudan which is expected to be completed in late October 2012. The Report will cover the regional geology and petroleum systems of the greater area, review analogue basins and their discovered field sizes, and deliver an estimate of the undiscovered potential resource size within the block. Senergy is a leading global provider of diversified energy consulting services, with head office in the United Kingdom.

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Competent Persons Statement

Information in this report relating to Hydrocarbons Reserves / Resources is based on information compiled by Mr Gregory Channon, Managing Director of Agri Energy Limited who has consented to the inclusion of that information in the form and context in which it appears. Mr Channon is a qualified geoscientist and has over 20 years of experience in the petroleum industry, both in Australia and internationally.

About Sirocco Energy Limited

Sirocco Energy Limited, currently trading as Agri Energy Limited, (the "Company" or "Sirocco") has a 37.4% beneficial share of Block 14 in Sudan. Block 14 is a large, un-explored block in the heart of the North East African oil producing belt. The Block contains two large and under-explored basins where a large, multi billion barrel inventory of leads is being developed. Sirocco is the first to apply modern exploration techniques to these two basins within Block 14 to unlock their exploration potential. Additionally, exploration activity in the region is increasing, with drilling activity commenced in the south, and beginning in the north in the coming months.