



ASX/MEDIA RELEASE

31 JULY 2013

\$10M CAPITAL RAISING TO PROGRESS MAGNOLIA LNG PROJECT, USA

- The Company undertakes a \$10 million equity capital raising to progress its 100% owned Magnolia LNG Project, in Louisiana, USA.
- Placement of \$8 million was oversubscribed by new institutional and sophisticated investors.
- Share Purchase Plan now proposed to raise a further \$2 million.
- The Company is now well funded to progress its project approval pre-filing activities, with the US Federal Energy Regulatory Commission, and convert milestones into definitive agreements.

The Directors of Liquefied Natural Gas Limited (**Company**) are pleased to advise that they have completed a placement of 40 million new fully paid ordinary shares at \$0.20 each (**Placement**), to institutional and sophisticated investors, to raise \$8 million. The Placement has been conducted within the 15% placement capacity available to the Company, under ASX Listing Rule 7.1.

The \$8 million placement proceeds will be used to fund the Company's:

- 100% owned Magnolia LNG Project, at Lake Charles, Louisiana, USA; and
- general working capital requirements.

The Company's Managing Director, Maurice Brand, said "the Directors were very pleased with the interest in the Placement as it was oversubscribed. Strong support has been demonstrated by investors in the Company's Magnolia LNG Project."

"In relation to the Company's Fisherman's Landing LNG Project, Gladstone, Queensland, its remains on holding pending the securing of adequate gas supply.", Mr Brand further said.

Foster Stockbroking Pty Ltd acted as Lead Manager to the placement. The Company's US advisor is New York based EAS Advisors, LLC.

Placement Timetable

Event	Date
Company's shares recommence trading on ASX	Wednesday, 31 July 2013
Settlement of new shares under the Placement	Tuesday, 6 August 2013
Allotment of new shares under the Placement	Wednesday, 7 August 2013

Note – the above timetable is indicative only and subject to change.

Share Purchase Plan

Eligible shareholders will be invited to participate in a Share Purchase Plan (**SPP**) which will open on Friday 9 August 2013 and close at 5:00pm (WST) on Friday 30 August 2013. The Company is planning to raise approximately \$2 million from the SPP.

Participation in the SPP is only available to eligible shareholders, being those persons registered as holders of the Company's shares on Tuesday 30 July 2013 at 5pm (WST) and that have a registered address in Australia and New Zealand.

The Directors are pleased to offer existing shareholders the opportunity to invest in the Company at A\$0.2065 per share through the SPP, free of brokerage or commissions. The share price is based on the average closing price for the Company's shares over the last five trading days, less a 20% discount. The 20% discount is the maximum permissible under ASX Listing Rule 7.2 (Exception 15).

Under the SPP, eligible shareholders will be invited to subscribe for either:

Price	\$2,065	\$4,130	\$6,195	\$10,325	\$14,455
Shares	10,000	20,000	30,000	50,000	70,000

SPP Timetable

Event	Date
Record date for eligibility in the SPP	Tuesday, 30 July 2013
SPP offer booklet sent to eligible shareholders	Friday, 9 August 2013
SPP offer opens	Friday, 9 August 2013
SPP offer closes	Friday, 30 August 2013
Allotment of new shares issued under the SPP	Friday, 6 September 2013
Despatch of holding statements to shareholders	
Trading of new shares issued under the SPP	

It is expected that eligible shareholders will be sent a personalised letter of offer, setting out the terms of the SPP, together with an Application Form, on or around 9 August 2013.

The Company reserves the right to accept SPP applications which may result in the amount raised under the SPP exceeding the estimated \$2.0 million and the right to scale back applications on any basis it determines (including, for compliance with ASIC Class Order 09/425 and the ASX Listing Rules).

Mr Brand said, "We are appreciative of the ongoing support from shareholders, so are offering the SPP to eligible shareholder's as close to the Placement price of \$0.20 as possible. The Company has applied the maximum allowable discount of 20% under the ASX Listing rules."

This announcement effectively lifts the trading halt that the Company requested on 29 July 2013. The Company is not aware of any reason why the ASX would not allow trading to commence immediately.

For further information contact:

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Mr David Gardner
Company Secretary

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