

UPDATE ON CAUTIONARY STATEMENT (Press Release)

Following the Cautionary Statement published on 8th May, as well as the update given on 27th June, 2012, regarding a potential acquisition of a controlling majority interest in KenolKobil by Puma Energy, KenolKobil Limited ("the Company") would like to provide the general public and stakeholders with an update.

- **Due Diligence:** Puma Energy will complete its due diligence on the Company this month. We expect the outcome of the due diligence and subsequent negotiations to be satisfactory. If so, Puma Energy may proceed with a transaction subject to applicable regulatory approvals, compliance with the Capital Markets Act, and price confirmation.
- **Regulatory Approvals:** Along with the due diligence work being conducted by Puma Energy, Puma Energy and the Company continue to jointly meet various regulators in the markets where the Company operates to obtain their necessary consents and approvals where required. Much progress has been made in this area.
- **1st Half Operating Loss:** We note the concern expressed by investors in relation to the recently announced Operating Loss by the Company. The Company issued a Profit Warning in relation to this expected loss on 7th July. The Company continues to make every effort to improve revenues and maximize growth, as addressed in the Profit Warning. Notwithstanding the expected interim loss experienced by the Company, negotiations with Puma Energy continue to progress well, in line with expectations.

The general investment community is advised to exercise caution when dealing in the shares of the Company in light of this announcement. The Company will continue giving regular updates to the public in a timely manner as and when developments occur.

By Order of the Board



J I Segman
Group Managing Director

11th September, 2012.