

Form 603

Corporations Act 2001

Section 671B

Notice of initial substantial holder

To Company Name/Scheme Karoon Gas Australia Limited
ACN/ARSN ACN 107 001 338

1. Details of substantial holder (1)

Name Wellington Management Company, LLP ("Wellington Management"), and its related bodies corporate
ACN/ARSN (if applicable) _____
The holder became a substantial holder on 11/02/08

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

| Class of securities (4) | Number of securities | Persons' votes (5) | Voting power (6) |
|-------------------------|----------------------|--------------------|------------------|
| Common Stock | 6,620,301 | 6,620,301 | 5.02% |

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

| Holder of relevant interest | Nature of relevant interest (7) | Class and number of securities |
|-----------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------|
| Wellington Management | investment/voting authority (see example agreement attached as Exhibit A) in respect of the ordinary shares issued and allotted pursuant to the Scheme of Arrangement approved by the supreme court of South Australia on 21 June 2002 | 6,620,301 Common Stock |

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

| Holder of relevant interest | Registered holder of securities | Person entitled to be registered as holder (8) | Class and number of securities |
|-----------------------------|---------------------------------|------------------------------------------------|--------------------------------|
| Wellington Management | Unknown | Wellington Management | 6,620,301 Common Stock |

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the 4 months prior to the day that the substantial holder became a substantial holder is as follows:

| Holder of relevant interest | Date of acquisition | Consideration (9) | | Class and number of securities |
|-----------------------------|---------------------|-------------------|----------|--------------------------------|
| | | Cash | Non-cash | |
| See Exhibit B | | | | |

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Exhibit A

Wellington Management Company, LLP ("Wellington Management")
Investment Management Agreement

Appointment of
Wellington Management
as Manager/ Acceptance
of Appointment

The Clients hereby appoint Wellington Management as investment manager to manage, supervise and direct the Clients' investment account or accounts (collectively, the "Account") under the terms and conditions set forth in the agreement. By execution of the Agreement, Wellington Management accepts appointment as investment manager and agrees to manage, supervise and direct the investments of the Account pursuant to the provisions of the Agreement.

Discretionary Authority -
Investments

Wellington Management shall have full and complete discretion to manage, supervise and direct the investment and reinvestment of assets in the Account and any additions thereto, subject to the investment objectives and guidelines attached to the Agreement. Wellington Management shall have full power and authority to act on behalf of the Account with respect to the purchase, sale, exchange, conversion or other transactions in any and all stocks, bonds, cash held for investment, and other assets, including shares of a registered investment company for which Wellington Management may act as investment adviser and, upon proper authorization by the Clients, interests in a collective trust maintained by a bank or trust company, including one maintained by an affiliate of Wellington Management. No cash or securities due to or held for the Account shall be paid or delivered to Wellington Management, except in payment of the management fee payable to Wellington Management under the Agreements pursuant to procedures approved by the Clients.

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Exhibit B

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the 4 months prior to the day that the substantial holder became a substantial holder is as follows:

| Holder of relevant interest | Date of acquisition | Consideration (9) | | Class and number of securities |
|-----------------------------|---------------------|-------------------|----------|--------------------------------|
| | | Cash | Non-cash | |
| Wellington Management | 01/11/07 | 4,513 AUD | | 1,210 Common Stock |
| Wellington Management | 27/11/07 | 14,897,066 AUD | | 4,317,990 Common Stock |
| Wellington Management | 09/01/08 | 372,263 AUD | | 128,940 Common Stock |
| Wellington Management | 10/01/08 | 532,347 AUD | | 183,568 Common Stock |
| Wellington Management | 11/01/08 | 17,615 AUD | | 6,299 Common Stock |
| Wellington Management | 21/01/08 | -9,735 AUD | | -4,125 Common Stock |
| Wellington Management | 24/01/08 | 471,929 AUD | | 225,232 Common Stock |
| Wellington Management | 25/01/08 | 86,071 AUD | | 40,033 Common Stock |
| Wellington Management | 29/01/08 | 426,306 AUD | | 193,117 Common Stock |
| Wellington Management | 30/01/08 | 376,947 AUD | | 167,890 Common Stock |
| Wellington Management | 31/01/08 | 261,731 AUD | | 121,775 Common Stock |
| Wellington Management | 04/02/08 | 804,408 AUD | | 330,000 Common Stock |
| Wellington Management | 05/02/08 | 342,270 AUD | | 150,000 Common Stock |
| Wellington Management | 11/02/08 | 162,012 AUD | | 77,644 Common Stock |

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