

22 July 2009

## ASX Announcement

### Eastern increases holding in Galilee Energy Limited

Eastern Corporation Limited (Eastern) has today announced that it has increased its shareholding in Galilee Energy Limited (Galilee) to 68% following a rights issue in Galilee which closed on 17 July 2009.

Under the terms of the offer, shareholders in Galilee had the entitlement to one new share at \$0.065 cents per share for every ten existing shares held, to raise approximately \$5.48 million. Shareholders were also invited to subscribe for additional shares.

Eastern took up its entitlements under the offer and also subscribed for additional shares. The offer was over subscribed so applications for additional entitlements were reduced on a pro rata basis. Eastern's final allotment under the issue was 62,190,197 new shares for a consideration of \$4,042,362, increasing its shareholding in Galilee from 67.4% to 67.99%. The transaction was funded from proceeds of the recent rights issue in Eastern which closed on 8 July 2009.

Funds raised under the Galilee issue will be directed to exploration and development of the company's coal seam gas assets in the Galilee Basin in central Queensland, including a programme of field work in ATP 799P.

---

**For further information contact:**

Sam Aarons  
Manager, Business Development & Corporate Relations

Tel: 07 3216 1155  
Email: [info@easterncorp.com.au](mailto:info@easterncorp.com.au)  
Website: [www.easterncorp.com.au](http://www.easterncorp.com.au)

