

Director Share Sale

2 July 2015



Carnarvon Petroleum Limited ("Carnarvon") (ASX:CVN) provides the attached Appendix 3Y covering the sale of 2,000,000 shares in the Company by Mr Ted Jacobson.

Ted Jacobson is a non-executive director of the Company and former Chief Executive Officer and Managing Director. He is also the Company's largest shareholder with 32,188,267 shares following this share sale.

Ted advised the Company that a personal circumstance arose requiring him to divest a modest portion of his holding but that he otherwise remains fully committed to the Company as a director and shareholder.

For all enquiries please contact:

Shareholder Enquiries

Mr Thomson Naude
Company Secretary
Phone: (08) 9321 2665
Email: investor.relations@cvn.com.au

Media Enquires

Mr Tony Dawe
Professional Public Relations
(08) 9388 0944 / 0405 989 743
tony.dawe@ppr.com.au

Yours faithfully

A handwritten signature in black ink, appearing to read "Adrian Cook".

Adrian Cook
Managing Director
Carnarvon Petroleum

Appendix 3Y

Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/09/01 Amended 01/01/11

| | |
|-----------------------|------------------------------------|
| Name of entity | CARNARVON PETROLEUM LIMITED |
| ABN | 60 002 688 851 |

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

| | |
|----------------------------|-------------------------|
| Name of Director | EDWARD PATRICK JACOBSON |
| Date of last notice | 24 DECEMBER 2013 |

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

| | |
|---|--|
| Direct or indirect interest | <ol style="list-style-type: none"> 1. Direct 2. Indirect 3. Indirect |
| Nature of indirect interest (including registered holder) <small>Note: Provide details of the circumstances giving rise to the relevant interest.</small> | <ol style="list-style-type: none"> 1. N/A 2. Jacobson Geophysical Services Pty Ltd (director and shareholder) 3. Rosemary Pauline Jacobson |
| Date of change | 1 July 2015 |
| No. of securities held prior to change | <ol style="list-style-type: none"> 1. 19,840,149 ordinary shares 788,704 listed options exercisable at \$0.10, expiring 29 December 2015 2. 13,748,118 ordinary shares 2,101,928 listed options exercisable at \$0.10, expiring 29 December 2015 3. 600,000 ordinary shares |
| Class | Ordinary shares |

+ See chapter 19 for defined terms.

Appendix 3Y
Change of Director's Interest Notice

| | |
|--|--|
| Number acquired | N/A |
| Number disposed | <ol style="list-style-type: none"> 1. 2,000,000 2. N/A 3. N/A |
| Value/Consideration <small>Note: If consideration is non-cash, provide details and estimated valuation</small> | <ol style="list-style-type: none"> 1. \$220,050.00 2. N/A 3. N/A |
| <ul style="list-style-type: none"> • No. of securities held after change | <ol style="list-style-type: none"> 4. 17,840,149 ordinary shares 788,704 listed options exercisable at \$0.10, expiring 29 December 2015 5. 13,748,118 ordinary shares 2,101,928 listed options exercisable at \$0.10, expiring 29 December 2015 6. 600,000 ordinary shares |
| Nature of change <small>Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back</small> | On market trade |

+ See chapter 19 for defined terms.

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

| | |
|---|--|
| Detail of contract | |
| Nature of interest | |
| Name of registered holder (if issued securities) | |
| Date of change | |
| No. and class of securities to which interest related prior to change Note: Details are only required for a contract in relation to which the interest has changed | |
| Interest acquired | |
| Interest disposed | |
| Value/Consideration Note: If consideration is non-cash, provide details and an estimated valuation | |
| Interest after change | |

Part 3 – +Closed period

| | |
|--|-------------|
| Were the interests in the securities or contracts detailed above traded during a +closed period where prior written clearance was required? | Yes |
| If so, was prior written clearance provided to allow the trade to proceed during this period? | Yes |
| If prior written clearance was provided, on what date was this provided? | 1 July 2015 |

+ See chapter 19 for defined terms.