



GOLDEN GATE PETROLEUM LTD



(A B N 3 4 0 9 0 0 7 4 7 8 5)

566 Elizabeth Street,
Melbourne 3000
Victoria Australia

Telephone: +61 3 9349 1488
Facsimile: +61 3 9349 1186

PO Box 12883
A'Beckett Street Post Office
Melbourne 8006
Victoria Australia

Email: investor.relations@ggpl.com.au
Website: www.ggpl.com.au

28 June 2011

Market Release (*via electronic lodgement*)

\$1.5M CONVERTIBLE NOTE FUNDRAISING

The Company is pleased to announce that it has executed agreements with sophisticated investors in relation to the placement of 30,000,000 convertible notes with a face value of \$0.05 to raise \$1.5m before expenses. The Company will issue all of the convertible notes utilising its 15% capacity under Listing Rule 7.1.

The notes have the following key terms:

- (1) The coupon rate is 11% per annum, payable quarterly in arrears;
- (2) The principal is repayable on 30 June 2013; and
- (3) The notes convert at maturity on a 1:1 basis, but may be converted prior to maturity at the lower of: \$0.05 per Share; or 85% of the previous 10 day volume weighted average price of the Company's shares on ASX calculated from the date that the Company receives the Conversion Notice.

The Company will seek a ratification of the issue of these convertible notes at a subsequent shareholders meeting.

The funds raised will be used towards the Company's ongoing exploration and development program.

For further information contact:

Chris Ritchie
Financial Controller
Phone +61 3 9349 1488
investor.relations@ggpl.com.au

About Golden Gate: Golden Gate is an independent oil and gas exploration and production company listed on the Australian Securities Exchange. Its focus of operations is onshore Texas and Louisiana Gulf Coast region and the Permian Basin region of the USA.