

NSX Announcement
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Completion of Acquisition of Vamaro Investments Limited

Further to its announcements on 28 December 2011 and 8 February 2012, International Petroleum Limited (NSX: IOP; OTCQX: ITPLY) (“International Petroleum” or the “Company”), an oil and gas exploration company with assets in Russia and Kazakhstan, is pleased to announce that it has completed the acquisition of Vamaro Investments Limited (“Vamaro”), the 100% legal and beneficial owner of two licences for geological study of subsoil, prospecting and extraction of oil and gas in the Khanty-Mansiysk Autonomous Region in Western Siberia (the “Vamarov Project”).

The Company entered into an acquisition agreement to acquire Vamaro in August 2011 (the “Vamaro Agreement”) and with the permission of the seller, the Company became the operator of the Vamaro Project prior to completion.

In accordance with the terms and conditions of the Vamaro Agreement, the Company was required to satisfy the following consideration for the acquisition of Vamaro:

- (a) issue of 55,000,000 Shares, which were approved by shareholders at a general meeting in November 2011 and issued on 7 February 2012 (“Consideration Shares”);
- (b) US\$3 million cash to the seller, which was paid on 27 February 2012; and
- (c) assume certain liabilities of Vamaro, which were all paid by 13 February 2012.

Commenting on the completion of the acquisition of Vamaro, Chris Hopkinson, International Petroleum CEO said, *“Now that the acquisition has been completed and the winter roads to access the existing wells have been constructed, the Company is now focussed on working over the wells in the Vamarov Project and is excited about producing and selling the Company’s first oil from these wells in the near term”.*

Yours faithfully

Tony Sage
Non-Executive Chairman



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About International Petroleum

International Petroleum is an oil and gas exploration company.

The Company is listed on the National Stock Exchange of Australia (**NSX: IOP**). The Company has established a sponsored Level 1 American Depositary Receipt ("**ADR**") program with BNY Mellon and the ADR is quoted on OTCQX International (**OTCQX: ITPLY**).

The Company owns a 75% equity interest in the exploration rights to four blocks, covering a total area of 1,467 km², located in the Khanty-Mansiysk Autonomous Region in Western Siberia, the largest oil-producing region of Russia in Western Siberia (the "**Krasnoleninsky Project**"). During 2011, the Company drilled two exploration wells in the Krasnoleninsky Project and discovered commercial quantities of oil in both wells.

The Company owns a 100% equity interest in two licences for the geological study of subsoil, prospecting and extraction of oil and gas in the Khanty-Mansiysk Autonomous Region in Western Siberia (the "**Vamarov Project**").

The Company owns a 75% equity interest in an exploration licence in the Tomsk region of Western Siberia (the "**Tomsk Exploration Licence**" or the "**Druzhny Project**").

The Company also owns a 50% interest in an early stage project covering 24,649 km² in eastern and south eastern Kazakhstan ("**Kazakhstan Project**"), which borders the western boundary of the People's Republic of China. International Petroleum's subsidiary company, North Caspian Petroleum Limited, has exclusive exploration rights to the Kazakhstan Project until November 2012.

Whilst the Company is focused on exploration at its existing projects in Russia and Kazakhstan, it continues to review other companies and areas, such as Russia and Africa, for opportunities to acquire additional exploration and/or production projects.

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