

ASX RELEASE

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US\$6 MILLION INCREASE IN COMPANY'S EXISTING SENIOR SECURED CREDIT FACILITY TO A TOTAL OF US\$ 42 MILLION - FACILITY RENEWED UNTIL 30 SEPTEMBER, 2009

Marion Energy Limited (ASX:MAE) advises that its existing Senior Secured Credit Facility held with its bankers has been increased by US\$ 6 million to a total of US\$ 42 million. The total facility has been renewed until 30 September, 2009 and is secured by the Company's assets, including its Utah and Oklahoma projects. The increase is fully available.

The terms and conditions of the increased facility are set out below:

Summary of key terms

- Increase in limit from US\$ 36 million to US\$ 42 million
- Total Facility renewed until 30 September, 2009
- Interest rate 11.375% per annum
- Issue of 10 million unlisted options, strike price \$0.375, expiry date 1 July, 2012

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