



GOLDEN GATE PETROLEUM LTD

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

Level 21, Allendale Square
77 St Georges Terrace
Perth WA 6000
Australia

Telephone: +61 8 9324 1177
Facsimile: +61 8 9324 2171



PO Box Z5184
Perth WA
Australia 6831

Email: admin@ggpl.com.au
Website: www.ggpl.com.au

1 September 2009

Manager Announcements
Company Announcements Office
Australian Securities Exchange
10th Floor, 20 Bond Street
SYDNEY NSW 2000

Market Release *(via electronic lodgement)*

SECTION 708A NOTICE AND UPDATE ON CONVERTIBLE NOTES AND RIGHTS ISSUE

Placement

Please find attached a Section 708A Notice in respect of the 40,000,000 ordinary fully paid shares issued on 31 August 2009.

Convertible Notes

The Company also announced on 25 August 2009 that it had initiated discussions with its convertible note holders with a view to converting a portion of these notes into equity to reduce debt.

The Company has since written to those convertible note holders who indicated that they would be prepared to underwrite the equivalent of their principal convertible note balance. Under the terms of the agreement the note holders would pay to the Company the sum of 3.5 cents per entitlement share and authorize the Company to apply that amount towards repayment of their principal convertible note balance.

Those note holders participating in an underwriting agreement will also be entitled to 1:2 free attaching options exercisable at 8 cents each on or before 31 August 2012 in respect of any shortfall.

Once all replies have been received the Company will update the market on the number of notes that are participating.

Rights Issue

The Company anticipates that the ex rights date will be Wednesday 9 September 2009 but the timetable has not yet been finalised. Once the timetable has been finalised the Company will update the market with the confirmed dates.

On behalf of the Board of Directors

For further information contact:

Steve Graves
Managing Director
Phone +1 805 469 4656

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

SECTION 708A NOTICE

In respect to the issue of the 40,000,000 shares pursuant to Section 708A(5)(e) of the Corporations Act 2001 ("the Act") Golden Gate Petroleum Limited ("Company") advises that the Act restricts the on-sale of securities issued without disclosure, unless the sale is exempt under the section 708 or 708A. By the Company giving this notice, a sale of the Securities noted above will fall within the exemption in section 708A(5) of the Act.

The Company hereby notifies ASX under paragraph 708A(5)(e) of the Act that:

- a) the Company issued the Securities without disclosure to investors under Part 6D.2 of the Act;
- b) as at 1 September, 2009 the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company, and section 674 of the Act; and
- c) as at 1 September, 2009 there is no information:
 - 1) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - 2) that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - (i) the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - (ii) the rights and liabilities attaching to the Securities.