



PANCONTINENTAL Oil & Gas NL
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4 November 2009

Non-Renounceable Rights Issue

Pancontinental Oil & Gas NL (ASX:PCL) ("Company") is pleased to announce a non-renounceable pro-rata Rights Issue of fully paid Ordinary Shares in Pancontinental to existing shareholders to raise \$2,221,075 before issue costs ("Rights Issue"). The issue is fully underwritten by Patersons Securities Limited.

The Company is making the non-renounceable Rights Issue of New Shares at an issue price of \$0.03 per share on the basis of one (1) share for every seven (7) held at the Record Date 17 November.

The maximum number of Shares which may be issued under the Rights Issues is 74,035,832. The New Shares will rank equally with existing Shares and the Company will apply for official quotation of the shares.

Funds raised from the issue will be applied to the ongoing exploration of the Company's oil and gas prospects in Australia and Kenya, as well as providing general working capital. Full details of the issue are contained in the **Prospectus which will be lodged with the ASX on or about 6 November 2009**. The Prospectus will be available on ASX's website and the Company's website at www.pancon.com.au

The offer is available to all shareholders resident in Australia and New Zealand.

The Prospectus together with an Entitlement and Acceptance Form will be mailed to all eligible shareholders on 23 November 2009. Other key dates which shareholders should note are as follows:

Event	Date
Prospectus lodged with ASIC and ASX	6 November 2009
Ex Date (date from which securities commence trading without the entitlement to participate in the Rights Issue)	11 November 2009
Record Date (date for determining entitlements of eligible shareholders to participate in the Rights Issue)	17 November 2009
Prospectus sent to Security Holders	23 November 2009
Issue opens	23 November 2009
Closing date	7 December 2009
Allotment and despatch date	15 December 2009

*Subject to Listing Rules, the Directors reserve the right to close this Offer earlier than the Closing Date of 7 December 2009 or to extend the Closing Date at their discretion. Should this occur, this will have a consequential effect on the anticipated date of issue for the New Shares.

For and on behalf of
Pancontinental Oil & Gas NL

E A Myers
Company Secretary