

Appendix 3Y

Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

Name of entity	SALINAS ENERGY LIMITED
ABN	49 002 796 974

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	John Douglas Begg
Date of last notice	22 November 2006

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	Direct and indirect
Nature of indirect interest (including registered holder) <small>Note: Provide details of the circumstances giving rise to the relevant interest.</small>	John Begg (The Begg Family Trust) John Begg (The Rock Doc Super Fund) Merrill Lynch (Australia) Nominees Pty Ltd (beneficial interest)
Date of change	27 December 2007
No. of securities held prior to change	A. 3,001,000 Ordinary Shares B. 2,750,000 \$0.30 Unlisted Options C. 2,750,000 \$0.40 Unlisted Options
Class	A. Ordinary Shares B. \$0.30 Unlisted Options C. \$0.40 Unlisted Options
Number acquired	2,750,000 ordinary shares on conversion of \$0.30 Unlisted Options
Number disposed	750,000 ordinary shares
Value/Consideration <small>Note: If consideration is non-cash, provide details and estimated valuation</small>	\$825,000 (conversion of options) \$367,500 (off market sale of shares)

+ See chapter 19 for defined terms.

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No. of securities held after change	A. 5,001,000 Ordinary Shares C. 2,750,000 \$0.40 Unlisted Options
Nature of change Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	Conversion of unlisted share options and off market sale.

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	
Nature of interest	
Name of registered holder (if issued securities)	
Date of change	
No. and class of securities to which interest related prior to change Note: Details are only required for a contract in relation to which the interest has changed	
Interest acquired	
Interest disposed	
Value/Consideration Note: If consideration is non-cash, provide details and an estimated valuation	
Interest after change	

+ See chapter 19 for defined terms.