

Exoil Limited

ABN 40 005 572 798

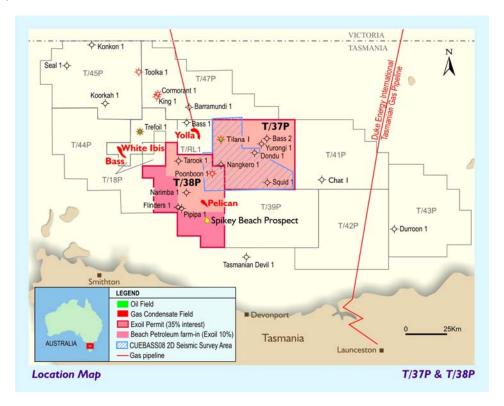
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RELEASE

DRILLING OF SPIKEY BEACH 1 - T38P BASS BASIN

Exoil Limited (NSX Code: EXX) has been advised by Beach Petroleum Ltd that the jack-up drilling rig, West Triton, is legs up and on tow to the Spikey Beach location, where it is expected to arrive at approximately midnight this evening. Location map of T38P and the Spikey Beach Prospect is shown in the map below.



Exoil will have a 10% free carried interest in the well, which is being drilled by Beach Petroleum Ltd at their cost.

The target objective is a postulated 16-30 million barrels of recoverable oil.

By Order of the Board

J.G. TuohyCompany Secretary

4 December 2008