



Exoil Limited

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RELEASE

CORNEA-3, WA-342-P – BROWSE BASIN - PROGRESS REPORT No. 2

Exoil Limited (**NSX Code: EXX**) advises that the Cornea-3 well was spudded on 11 December 2009 by the Songa Venus semi-submersible drilling rig.

Following the spudding of the Cornea-3 well, that 36" hole was drilled to 152 metres. 30" conductor pipe has been run and cemented to 151m.

Following early warnings in relation to the approach of Tropical Cyclone Laurence, all 88 persons on board the Songa Venus have been evacuated from the rig and are ashore. We are now waiting on the cyclone to pass.

Cornea-3 is situated in the Browse Basin permit WA-342-P, offshore Western Australia and is being drilled into the known Cornea oil and gas accumulation.

The participants in the Cornea-3 well and the Cornea Joint Venture are:

Cornea Resources Pty Ltd (subsidiary of Exoil Limited) (NSX Code: EXX)	16.750%
Moby Oil & Gas Limited (ASX Code: MOG)	22.375%
Cornea Oil & Gas Pty Ltd (subsidiary of Australian Oil & Gas Corporation) (OTC:BB Code: AOGC)	17.000%
Octanex N.L. (ASX Code: OXX)	8.000%
Cornea Energy Pty Ltd (subsidiary of Goldsborough Limited)	8.500%
Auralandia N.L.	5.000%
Private Interests	22.375%

The Operator of the Cornea Joint Venture is Hawkestone Oil Pty Ltd, a wholly-owned subsidiary of Exoil Limited.

By Order of the Board

A handwritten signature in black ink, appearing to read "J.G. Tuohy".

J.G. Tuohy
Company Secretary

14th December 2009