



Exoil Limited

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RELEASE

BRAVEHEART-1, WA-333-P – BROWSE BASIN - PROGRESS REPORT No. 2

Exoil Limited (*NSX Code: EXX*) advises that drilling operations at Braveheart-1 have continued and as at 6.00am(AWST) this morning the well was drilled to a depth of 396 metres.

The forward plan is to continue to drill a 12 ¼" hole section. At this time the projection is still for the well to be entering the main target zone on or about 4 January 2010.

Braveheart-1 is situated in the Browse Basin permit WA-333-P, offshore Western Australia and is being drilled into the Braveheart Prospect that straddles the WA-332-P and WA-333-P permits.

The participants in the Braveheart-1 well and the Braveheart Joint Venture are:

Braveheart Resource Pty Ltd (<i>subsidiary of Exoil Limited</i>) (<i>NSX Code: EXX</i>)	25.3750%
Moby Oil & Gas Limited (<i>ASX Code: MOG</i>)	26.4375%
Braveheart Oil & Gas Pty Ltd (<i>subsidiary of Australian Oil & Gas Corporation</i>)	14.5000%
Braveheart Energy Pty Ltd (<i>subsidiary of Goldsborough Limited</i>)	7.2500%
Private Interests	26.4375%

The Operator of the Braveheart 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

31 December 2009