

ASX RELEASE

11 February 2009

UPDATE ON OPERATIONS AT WESTON-1H

Eureka Energy Limited ("Eureka") is pleased to provide the market with an update on operations at the Weston-1H Well which is within the Sugarloaf AMI and is part of the Sugarkane Gas and Condensate Field.

Weston - 1H

Eureka has been advised by the Operator, Texas Crude Energy Inc ("TCEI"), that although it has not been possible to recover the fish, a clean out assembly has washed past it and continued to the well TD at 15,685ft. The production liner is presently being deployed past the restriction and preparations will then be made to cement the liner in place.

The well will have approximately 3,000 ft of horizontal hole within the Austin Chalk and is likely to be fracture stimulated and then tested before being tied into production.

During the fishing operations the well continued to exhibit indications of gas charge, with gas readings of over 2,000 units and flares of up to 40 ft having been observed when circulating out the well following shut in periods.

The well is targeting the upper chalk interval that has produced gas and condensate in three wells in the adjacent acreage and at the Kowalik-1H well. The well design continues to build upon the knowledge gained from recent operations and offset data.

Eureka has a 12.5% working interest in the Sugarloaf AMI. Other ASX listed participants in the Sugarloaf JV, and their respective working interests are:

| | |
|--------------------------|-----|
| Aurora Oil & Gas Limited | 20% |
| Adelphi Energy Limited | 20% |

Further information on Eureka and its projects is available on our website at www.eurekaenergy.com.au.

Yours faithfully
EUREKA ENERGY LIMITED

Graham Dowland
Chairman