

ASX RELEASE

8 October 2009

Eureka Energy Limited (ASX:EKA)

Share Placement

Eureka Energy Limited (“Eureka” or “Company”) is pleased to announce that it has agreed the placement of 17,250,000 new fully paid ordinary shares (Placement Shares) at a price of 3.8 cents per share to raise \$655,500 before costs (Placement).

The Placement was made under the 15% allowance provided for in Chapter 7 of the Australian Securities Exchange (ASX) Listing Rules to sophisticated and professional investor clients of Bell Potter Securities Limited.

The funds raised from this issue are intended to be applied to working capital.

The shares allotted will rank equally with existing shares on issue. Following the allotment of the Placement Shares the Company’s issued capital will be 132,253,875 ordinary shares and 1,000,000 unlisted options (exercise price 35c, 30 June 2010).

Yours faithfully

EUREKA ENERGY LIMITED

Julie Foster

COMPANY SECRETARY