

ASX RELEASE

30 DECEMBER 2009

COMMENCEMENT OF KOWALIK-1H FRACTURE STIMULATION PROGRAM

Eureka Energy Limited ("Eureka") is pleased to advise the market that the fracture stimulation operations on the Kowalik-1H well commenced on 28 December 2009 (US CST), with the stimulation of approximately 3,800 feet of the slotted liner section presently underway.

Following stimulation of this section with a single large treatment, the remaining 850 ft of conventional solid liner will be treated in four stages with an isolation plug between each stage.

This program will take approximately seven days to complete and the well will then be cleaned up and flowed to sales.

Further details of this operation were provided as part of the ASX release dated 22 December 2009 which is available on the Company's website at www.eurekaenergy.com.au

A further announcement is expected to be made upon the completion of the fracture stimulation operations on the Kowalik-1H well.

Yours sincerely
EUREKA ENERGY LIMITED

Graham Dowland
Chairman