



GALILEE
ENERGY LIMITED

November 2008

Campbell Smith – Managing Director

- Statements, particularly those regarding the possible or assumed future performance, production levels, growth or other trend projections are or may be forward looking statements. Actual results, actions and developments may differ materially from those expressed or implied by these forward looking statements depending on a variety of factors that are largely beyond the Company's control.



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Overview

- Eastern Structure
- Galilee History
- Rodney Creek 8
- AGL Farmin
- ATP 799P
- CSG General
- Eastern snapshot



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**Eastern
Corporation
Limited**

Galilee Energy Limited
(Eastern 67%)

**Broughton
Coal Mining Pty Ltd**

**Eastern Coal Holdings
(NZ) Ltd**

ATP 529P
(AGL Farmin)

ATP 799P

**Takitimu
Coal Ltd**

**Rochfort Coal
Ltd**

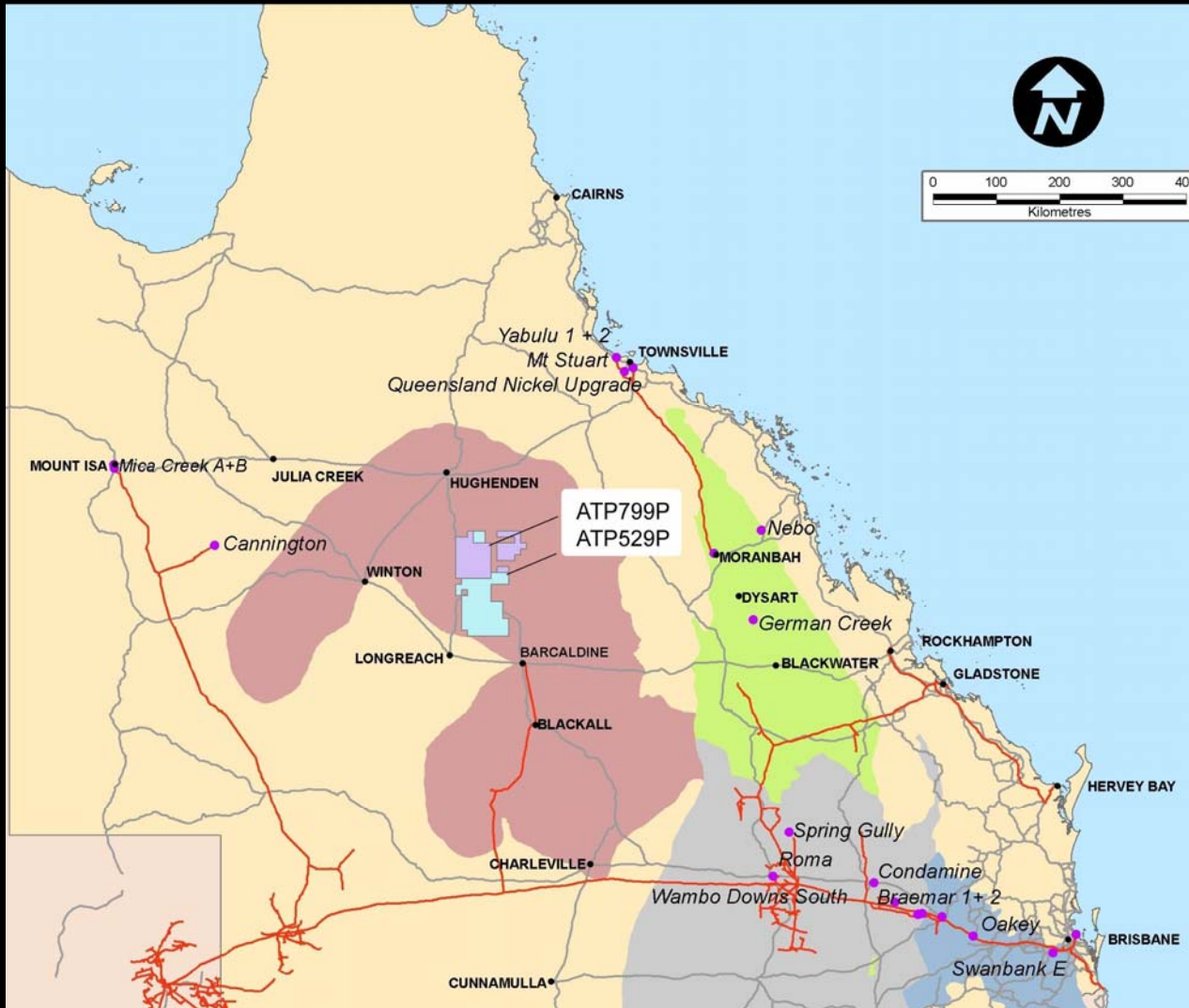
**Cascade
Coal Ltd**



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History of Galilee Energy Limited

- 1992 ATP awarded to Enron
- 1994 Enron drills at Rodney Creek & Crossmore
- 1996 acquired by GEL
- 2000 GEL completes RC pilot
- 2003 ECU acquires 51% of GEL
- 2005 Technical review
- 2007 Rodney Creek 8 drilled
- 2008 AGL farmin



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Rodney Creek 8 Results

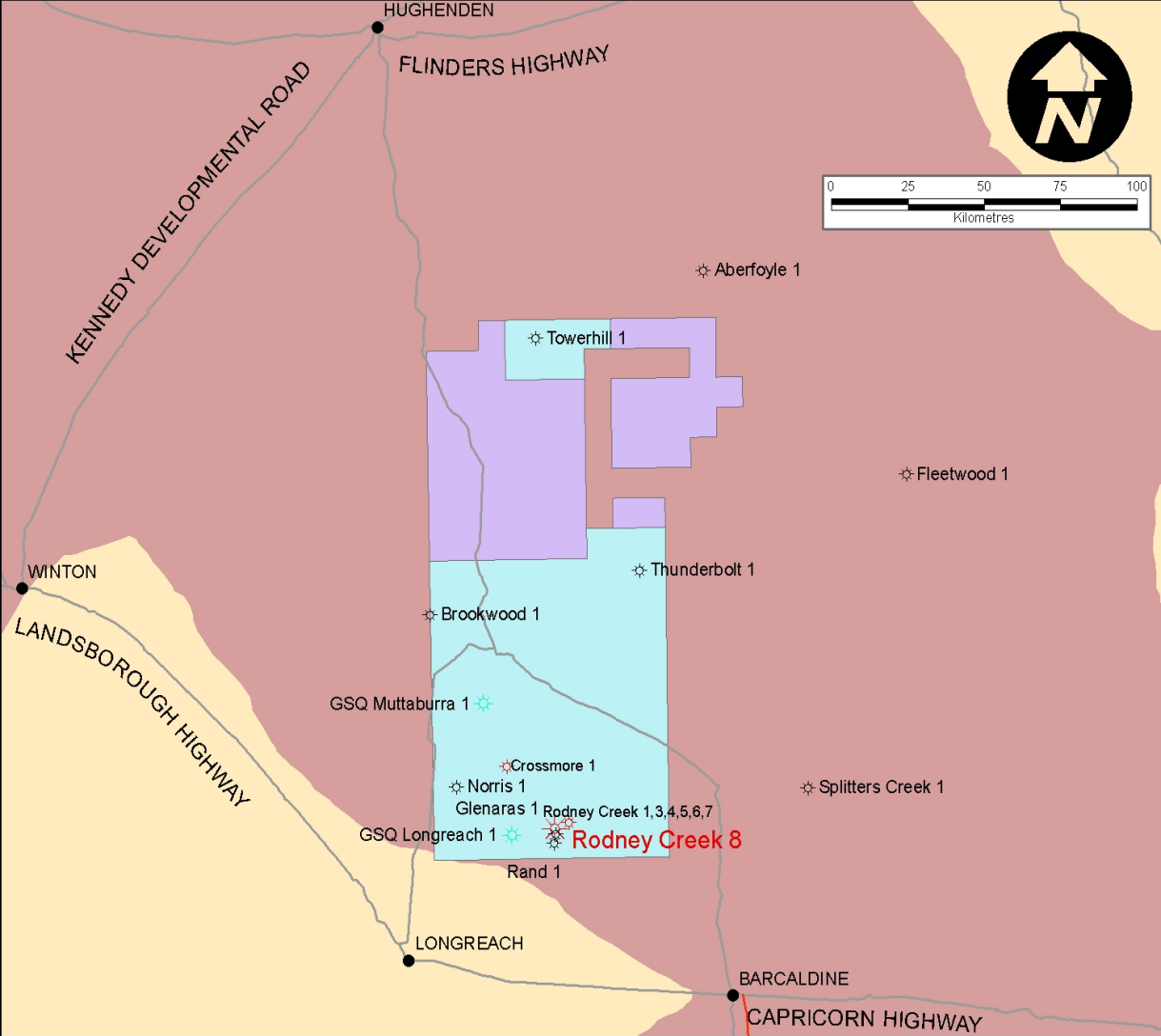
- 24 metre Betts Creek & Aramac coal measures
 - Large continuous seams, well cleated
- Permeabilities (Measure of flow rate of gas to the well bore)
 - Up to 150 millidarcies
 - (Betts Creek average – 69 md)
- Gas Contents
 - Median value 4.4 m³ / tonne
- Gas composition
 - 97 – 98% methane
 - Pipeline quality gas
- Gas in Place
 - > 20 TCF

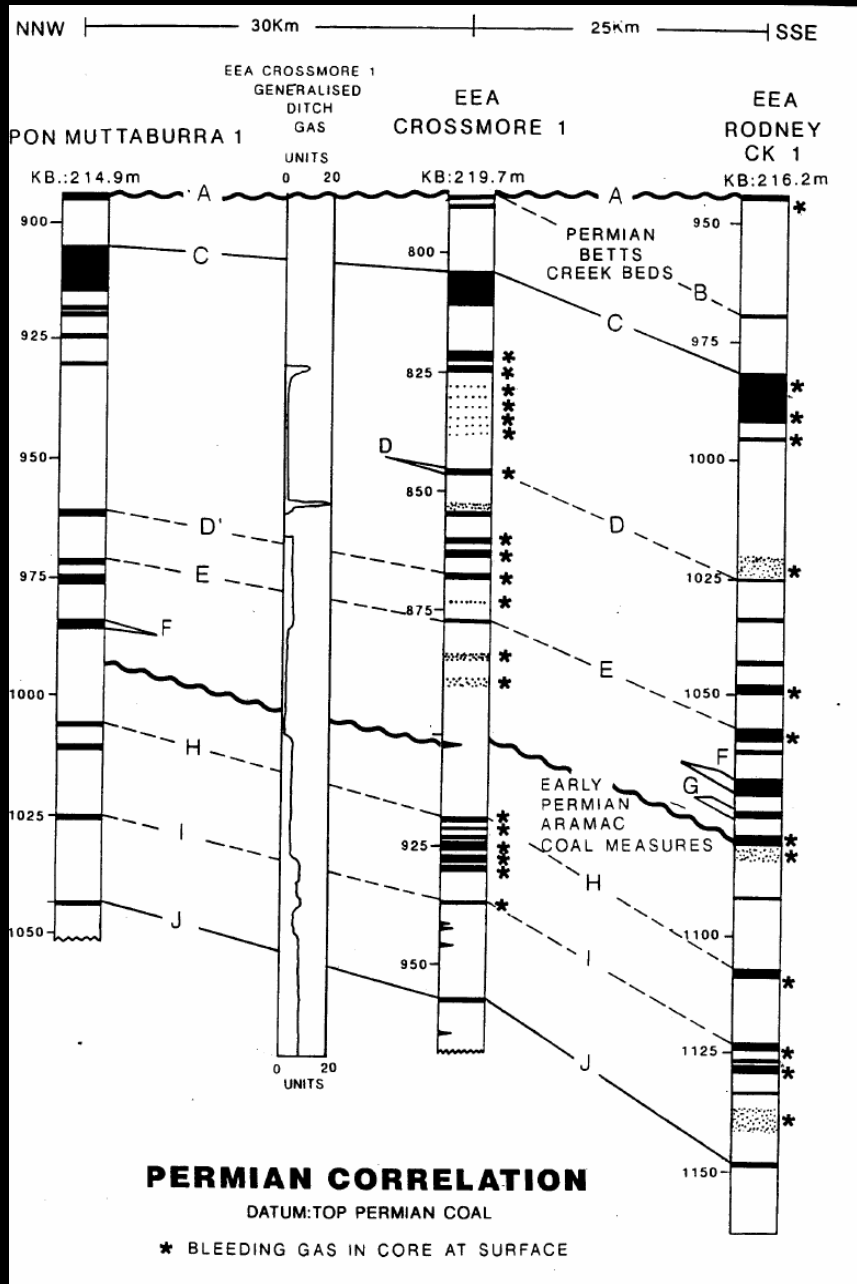


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Drillhole Locations





GEL AGL Farmin ATP 529P

- Leading integrated energy company
- 50% for AUD\$37 million
- Stage 1 - 5 spot production pilot
- Reserve certification
- Stage 2 – exploration & appraisal
- 10 Year marketing agreement



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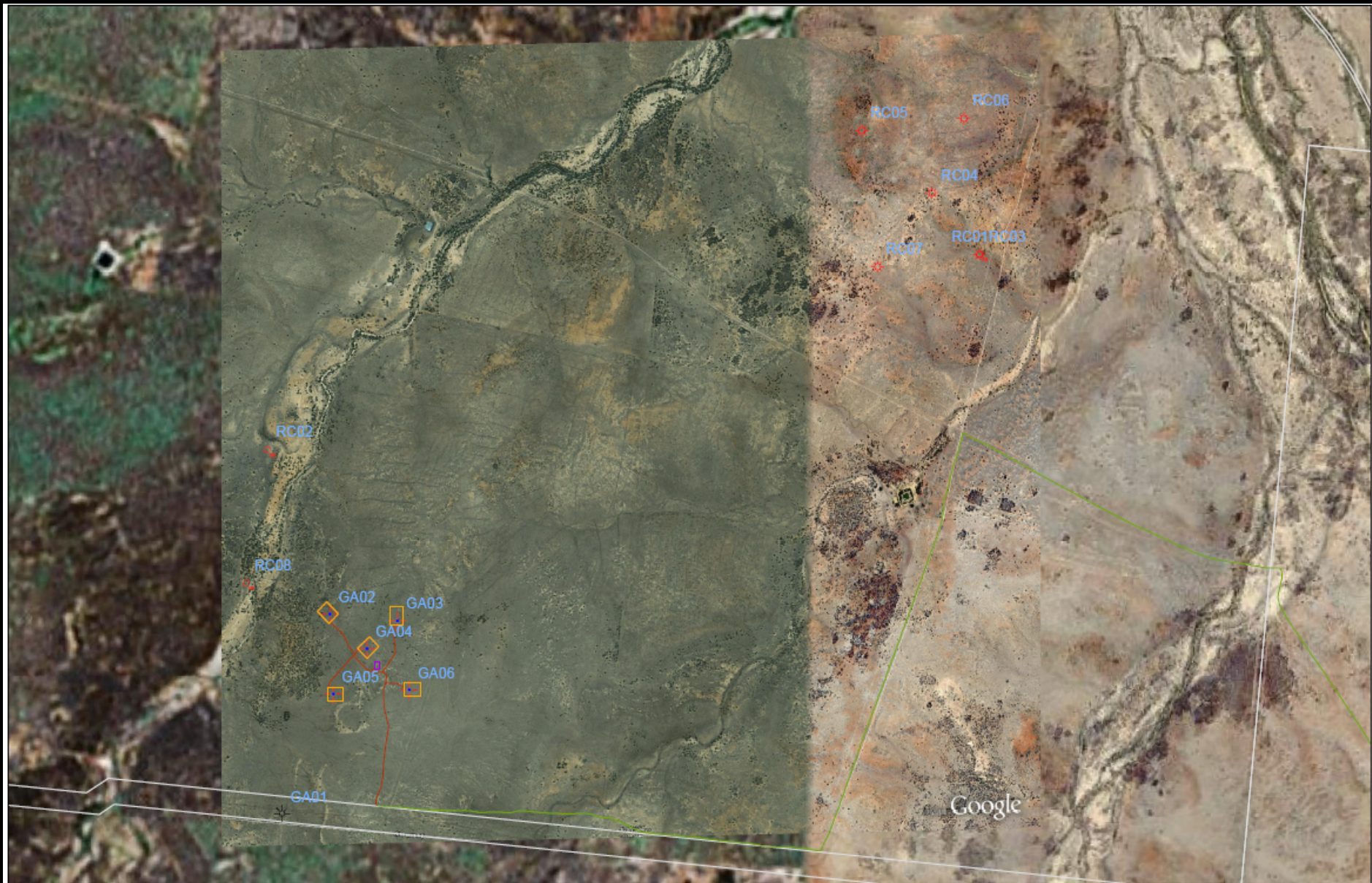


2008/09 Programme

- 5 spot Glenaras production pilot
- Core holes & seismic
- Results to be correlated with data from earlier programmes
- Key Outcomes
 - Commercial production
 - Reserve certification



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Glenaras Pilot Programme

Well	Spud	TD	Target
GAO4	7 Oct	12 Oct - 1103m	Betts Creek Beds
GAO2	18 Oct	23 Oct - 1112m	964.5 – 1008.7 m
GAO5	30 Oct	6 Nov - 1106m	
GAO6	12 Nov	16 Nov - 1102m	
GAO3			

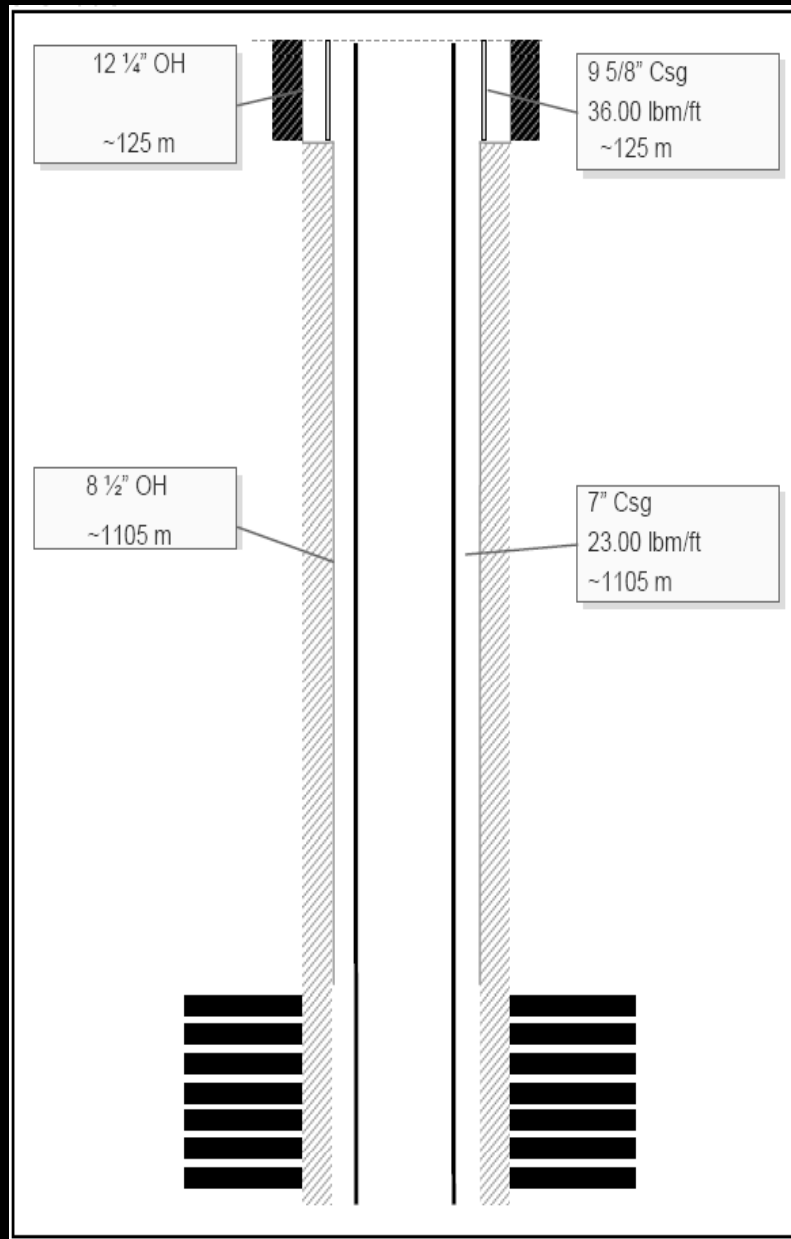
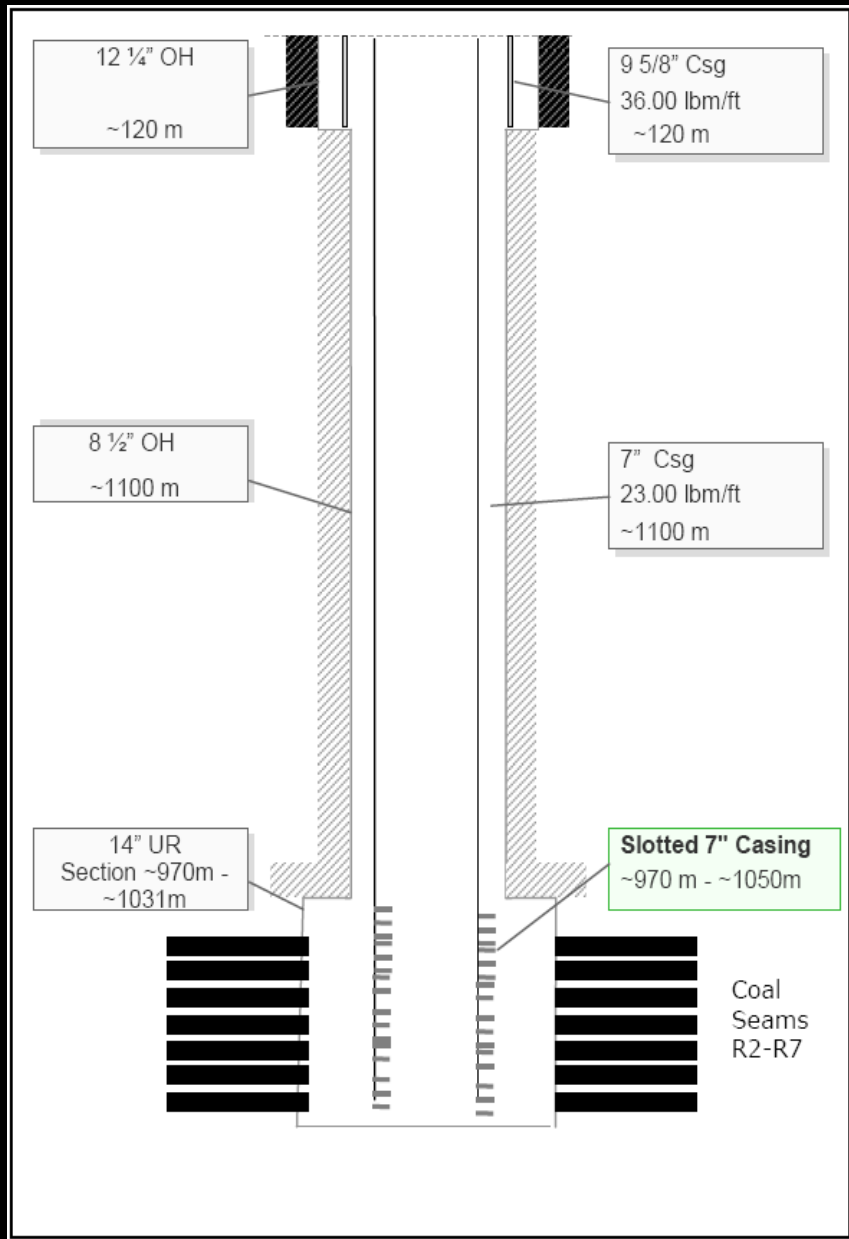
Completion Techniques

- Fracture Stimulation
- Under-reaming



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ATP 799P

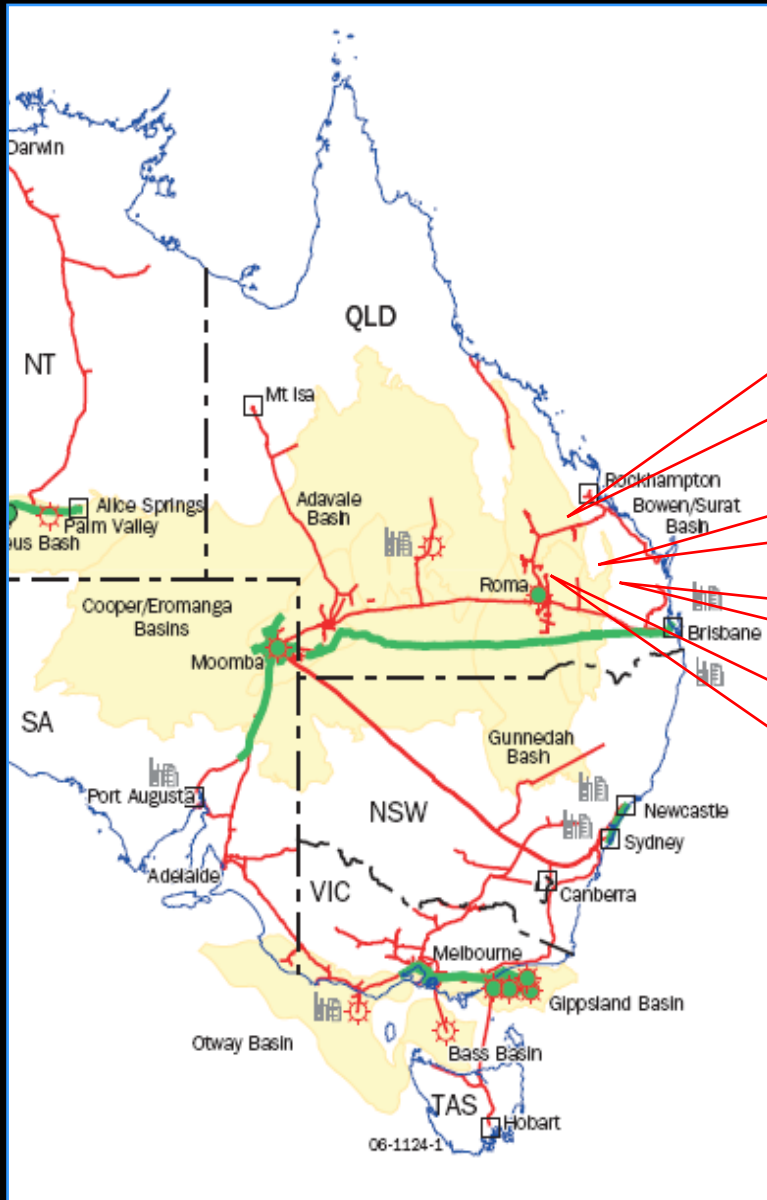
- Capital raising completed
- Exploration programme
- Seismic/appraisal holes
- Farmin potential
- Proximity to Mt Isa
- Conventional hydrocarbons



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Queensland CSG



Santos (adjusted for 40% sell down to Petronas)

1P	427 PJ
2P	1,035 PJ
3P	2,911 PJ

Origin Energy (adjusted for 50% sell down to ConocoPhillips)

1P	688 PJ
2P	2,376 PJ
3P	5,069 PJ

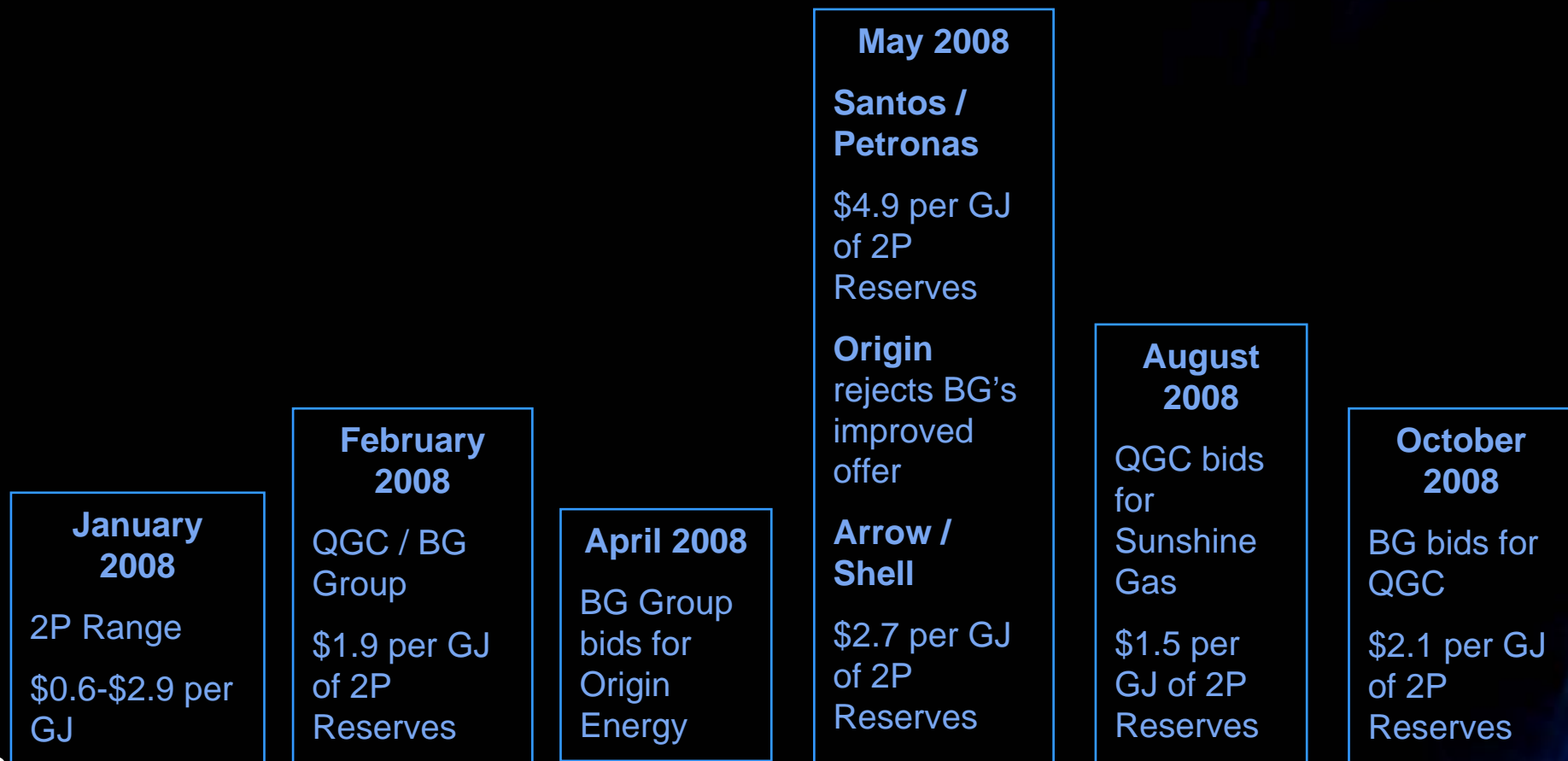
BG Group (adjusted for QGC/SHG/RPM acquisitions)

1P	705 PJ
2P	3,172 PJ
3P	8,200 PJ

Arrow Energy (adjusted for 30% sell down to Shell)

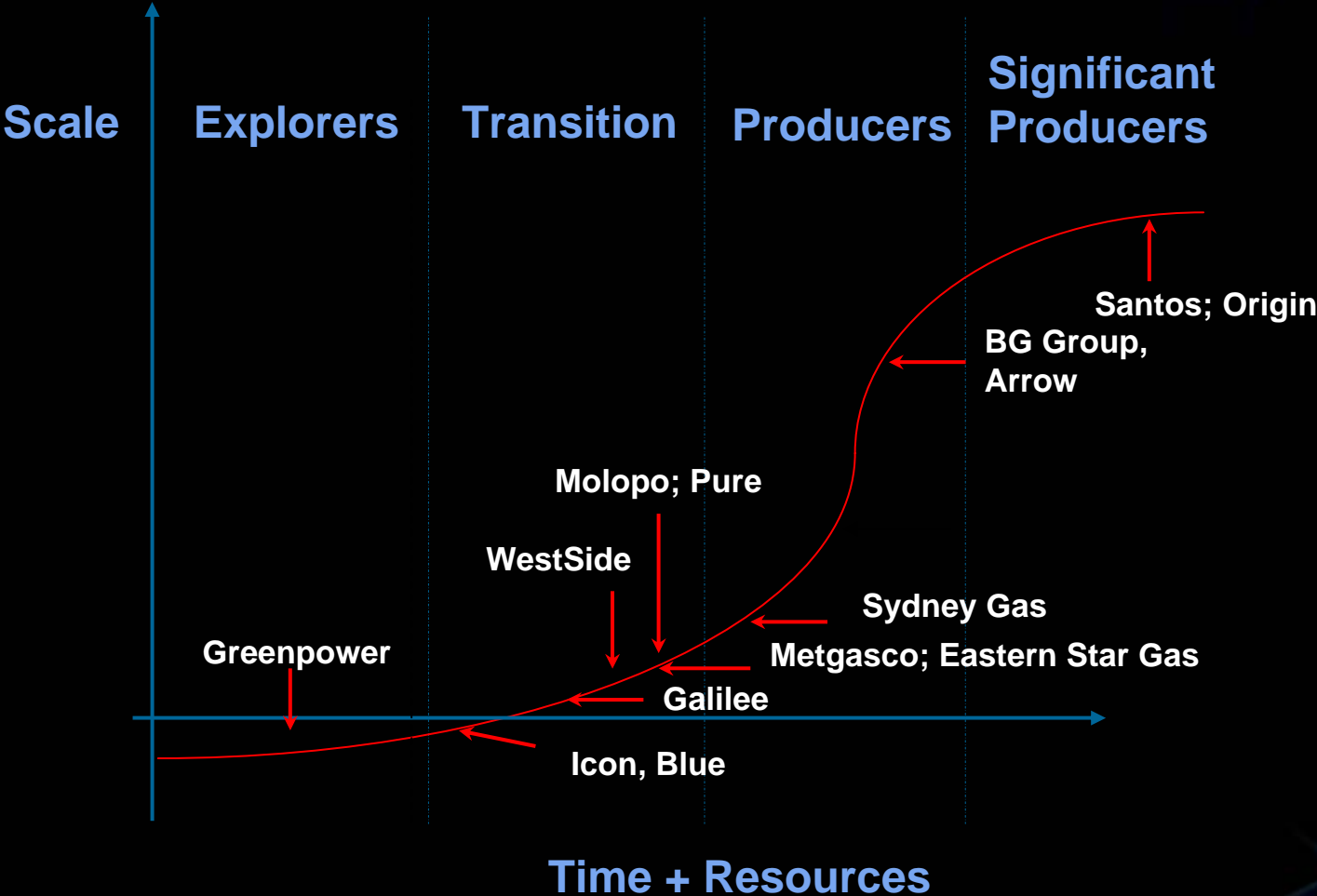
1P	300 PJ
2P	1,574 PJ
3P	3,559 PJ

Market valuations



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Australian CSM Companies*



* For illustrative purposes



Eastern in more detail

- **Market Cap - \$7.8 million**
- **Shares on issue – 71 million**
- **Share price 12 month range \$0.10 – \$0.43 cps**
- **Major Shareholders**
 - **Becamal Pty Ltd – 19.35%**
 - **AMP Life Ltd – 10%**
- **Top 10 shareholders – 44%**