



NEWS RELEASE

8 September 2009

JOINT VENTURE GARDANNE, FRANCE

HIGHLIGHTS

- **Joint Venture covering the Gardanne project with Future Corp. to earn a 70% interest.**
- **Future Corp. also have a first right to earn an interest in the Saint Etienne and Tuscany projects.**
- **Total expenditure of up to €4.5 million (A\$7.6 million).**
- **European Gas holds a first right over any new projects generated by Future Corp. worldwide for three years.**
- **European Gas is to be issued shares and options in Future Corp. (8.1% undiluted interest)**

AGREEMENT

European Gas Limited (“European Gas” or “Company”) is pleased to announce that it has entered into a Heads of Agreement (“Agreement”) with Future Corporation Australia Limited (“Future Corp.”) (ASX: FUT) with regards to a Joint Venture covering the Company’s 100% owned Gardanne project in southern France.

Subject to permit renewal by the relevant French authorities, Future Corp. is required to spend a total of €1.5 million (A\$2.5 million) on the project including the drilling of one well to earn a 70% interest in the project. The principal target is coal bed methane.

European Gas will be the initial Operators of the Joint Venture.

In addition, Future Corp. has been granted a first right to enter an agreement to earn a 70% interest in the Company’s Saint Etienne project in France and a 51% interest in the Company’s Tuscany projects in Italy through expenditure of €3.0 million (A\$5.0 million).

As part of the consideration, European Gas will be issued 130 million fully paid ordinary shares and 100 million share options (1.5c expiry December 2013) in Future Corp. Based on current issued share capital of Future Corp. European Gas will hold a 8.1% undiluted interest with a current market value of approximately A\$1.2 million.

European Gas will also receive a first right of refusal over any new projects world wide generated by Future Corp. over the next three years.

In commenting, European Gas Managing Director Anthony McClure said “We welcome Future Corp. into our Gardanne project, which has valid technical merit ready for immediate appraisal. We may also look forward to potential expanded programs covering Saint Etienne and in Tuscany.”

For further information please refer to www.futurecorp.com.au.

ABOUT EUROPEAN GAS LIMITED

European Gas Limited is a hydrocarbon producer/developer/explorer with projects in western Europe. The strategy of the Company is to develop Coal Bed Methane and Coal Mine Methane projects, in particular, in France where the Company, having major holdings under licence, holds a significant competitive advantage.



The western European natural gas market is substantial with advanced infrastructure, including extensive pipeline networks and a free and open high demand market.

The Company also holds hydrocarbon royalties in the Canning Basin of Western Australia.

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or refer to the European Gas Limited web-site: www.europeangas.fr

COMPLIANCE STATEMENT

The technical information quoted in this announcement has been compiled by Mr Rod Bresnehan and geoscientists under his supervision. Mr Bresnehan is a member of the Society of Petroleum Engineers and is Chairman of the Society of Petroleum Engineers (Australia). Mr Bresnehan has consented to the inclusion in this report of the matters based on the information in the form and context in which it appears.