

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Name of entity

MOBY OIL & GAS LIMITED

ABN

17 106 653 794

We (the entity) give ASX the following information.

Part 1 - All issues

- | | | |
|---|--|--|
| 1 | Class of securities issued or to be issued | Fully Paid Ordinary Shares

Listed Options to acquire Fully Paid Ordinary Shares |
| 2 | Number of securities issued or to be issued (if known) or maximum number which may be issued | 33,832,265 Fully Paid Ordinary Shares

40,662,280 Listed Options to acquire Fully Paid Ordinary Shares |
| 3 | Principal terms of the ⁺ securities (eg, if options, exercise price and expiry date; if partly paid ⁺ securities, the amount outstanding and due dates for payment; if ⁺ convertible securities, the conversion price and dates for conversion) | The Fully Paid Ordinary Shares rank equally with all other fully paid ordinary shares on issue

The Listed Options are exercisable at 12 cents each, expire on 30 June 2013 and a holder of a Listed Option will be issued one Fully Paid Ordinary Share for each Listed Option so exercised |

4	<p>Do the ⁺securities rank equally in all respects from the date of allotment with an existing ⁺class of quoted ⁺securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none">the date from which they dothe extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest paymentthe extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment	<p>Yes, in relation to the Fully Paid Ordinary Shares to be issued</p> <p>No, in relation to the Listed Options to be granted. However, a Fully Paid Ordinary Share issued upon the exercise of a Listed Option will rank equally in all respects from the date of issue of that Fully Paid Ordinary Share</p>							
5	Issue price or consideration	<p>The holder of every fully paid ordinary share in Exoil Limited will be issued 1.35 Fully Paid Ordinary Shares in Moby Oil & Gas Limited</p> <p>The holder of every option in Exoil Limited will be granted 1.35 Listed Options in Moby Oil & Gas Limited</p>							
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	<p>To enable Moby Oil & Gas Limited to farm into and earn a 95% interest in the 30% participating interest Exoil Limited holds in petroleum exploration permit WA-359-P</p>							
7	Dates of entering ⁺ securities into uncertificated holdings or despatch of certificates	<p>7 June 2011</p>							
8	Number and ⁺ class of all ⁺ securities quoted on ASX (including the securities in clause 2 if applicable)	<table><tr><th>Number</th><th>⁺Class</th></tr><tr><td>322,000,858</td><td>Fully Paid Ordinary Shares</td></tr><tr><td>40,662,280</td><td>30 June 2013 Options to acquire Fully Paid Ordinary Shares exercisable @ 12 cents</td></tr></table>	Number	⁺ Class	322,000,858	Fully Paid Ordinary Shares	40,662,280	30 June 2013 Options to acquire Fully Paid Ordinary Shares exercisable @ 12 cents	
Number	⁺ Class								
322,000,858	Fully Paid Ordinary Shares								
40,662,280	30 June 2013 Options to acquire Fully Paid Ordinary Shares exercisable @ 12 cents								

	Number	+Class
9	Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	2,700,000
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	10 November 2013 Options to acquire Fully Paid Ordinary Shares exercisable @ 25 cents
		Fully Paid Ordinary Shares rank equally for dividends from the date of issue and allotment. No dividends are foreseeable in the near future

Part 2 - Bonus issue or pro rata issue

PART 2 IS NOT APPLICABLE TO THIS NEW ISSUE ANNOUNCEMENT AS THE ISSUE IS NOT A BONUS ISSUE OR PRO RATE ISSUE

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

PART 3 IS NOT APPLICABLE TO THIS NEW ISSUE ANNOUNCEMENT, AS IT IS NOT AN APPLICATION FOR QUOTATION OF SECURITIES



Sign here:.....

Date: **26 May 2011**

Print name: **Company Secretary
John G. Tuohy**