

23 November 2009

The Manager
 Company Announcements Office
 ASX Ltd
 4th Floor, 20 Bridge Street
 SYDNEY, NSW 2000

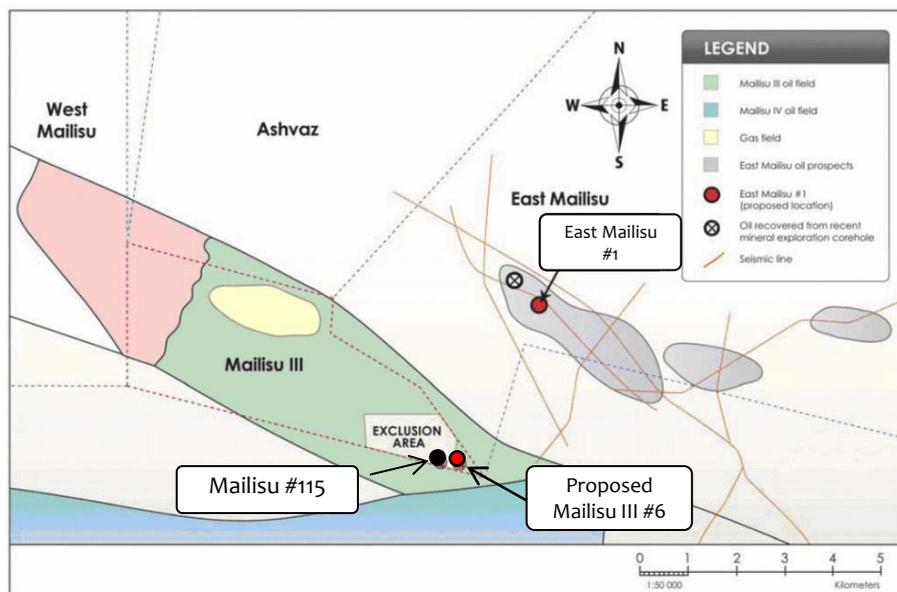
Dear Sir,

GOOD OIL SHOWS - MAILISU III WELL #6

Following good oil shows encountered over the interval 1434m-1465m (both Beds V & VII) in Mailisu III #6, casing is being run in the well. The well reached a total depth of 1,501m at 4pm November 21 and wireline logs were then run. In the offset wells, 5-8m net pay is recognised in Beds V & VII and based on the shows seen in the well a similar reservoir section is expected.

The well is an appraisal well and is located in the south-eastern corner of the Mailisu III licence just outside an exclusion area (see Fig 1). Total production from the exclusion area is close to 700k bbls. The closest well, Mailisu #115, some 400m distant, has produced nearly 300,000 bbls of oil with minimal water. The mean reserves for Well #6 are 140,000 bbls with the main risk being depletion. There is however strong evidence that infill drilling in this area is commercial. A recent close offset well located some 4km to the south of Mailisu III saw good production (300-400bopd).

Caspian has a 70% interest in the Mailisu III licence but will retain 100% of any oil production until costs have been recovered.



The information in this report that relates to oil and gas exploration results and hydrocarbon reserves is based on information compiled by Mr Graeme Parsons, who is a petroleum geoscientist. Mr Parsons is a Director and full-time employee of the Company. Mr Parsons has more than thirty years experience in this discipline and he consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Graeme Parsons', with a stylized flourish at the end.

GRAEME PARSONS
Chief Executive Officer