



EASTERN
CORPORATION LIMITED

ABN 11 064 957 419

3 November 2009

ASX Announcement
Eastern Corporation Limited

The enclosed correspondence has been received from the Chairman of Galilee Energy Limited.

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For further information contact:

Eastern Corporation Limited

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29 October 2009

Dear Shareholders,

The Annual Accounts for the last financial year and the Notification of the Annual General meeting accompany this letter.

The activity in the last financial year provided the foundation for the current year of record activity for your Company. Most significantly AGL Limited farmed into our block ATP 529P last year and almost immediately commenced the five well Glenaras drilling program which will be production tested this year. This was followed by the strengthening of the technical capabilities of the Company with the appointment of Mr. Cam Rathie as a Director and Mr. Glenn Haworth as General Manager of Operations. Last but not least funding for the activity in ATP 799P was obtained with the support of the majority of shareholders in July, just after the end of the financial year.

As previously communicated AGL have commenced the construction of the water holding pond to allow the Glenaras production test to commence later this year. Simultaneously they have accelerated the 2010 farm-in activity by commencing a 540km seismic survey and a seven well core hole program in ATP 529P. All this activity is funded by AGL in the process of acquiring their 50% interest in that permit.

Our management team has planned and completed the implementation of a 150km seismic survey and is about to commence a two well core hole program to evaluate our second permit ATP 799P. The results from these operations are required to allow decisions to be made regarding the relinquishment of 33% of ATP 799P as required under the regulatory permit terms. Further the results will define the approach for the remainder of the permit which we will retain as operator and 100% permit holder.

As your recently appointed Chairman I would like to thank Mr. Rino Camarri who has chaired the Board for several years bringing the Company to its current level of exciting activity. In addition I would also thank on your behalf the other two long serving directors Mr. Ken McMahon and Mr. Campbell Smith. In particular I should note that Mr. Ken McMahon has decided not to stand for re-election after a significant contribution as an independent director and in particular I wish to acknowledge Ken's contribution to securing AGL's interest for the farm-in to ATP 529P.

As we move through the following period of intense activity we will be providing operations reports on a weekly basis for drilling activity being conducted in our permits and as major milestones are reached. The reports will be provided by email and may be viewed on the Eastern Corporation Limited website (www.easterncorp.com.au).

This is clearly an exciting period in the growth of your Company and we all look forward to positive results from the field activities.

Yours sincerely
Steven J Koroknay



Chairman

