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Company Announcements Platform
Australian Stock Exchange
Level 4
20 Bridge Street
SYDNEY NSW 2000

By e-Lodgement

SUGARKANE GAS AND CONDENSATE FIELD OPERATIONS UPDATE

Aurora Oil & Gas Limited ("Aurora") is pleased to provide the following update on operations at the Sugarloaf Area of Mutual Interest ("AMI") within the Sugarkane Gas & Condensate Field, Texas.

Morgan #1H

Aurora has been advised by the Operator that the multi-stage fracture stimulation operation on the Morgan #1H has been successfully completed and the well is presently unloading to sales. A further announcement will be made once stabilized results have been achieved, currently anticipated to be later this week.

Easley #1H

The fracture stimulation on the Easley #1 well commenced on April 26th and the operational design is similar to that carried out on Morgan #1H. Following completion of this operation the well will be flowed directly to sales.

ASX participants in the Sugarloaf AMI are:

Aurora (ASX:AUT) – 20% (pre-farmout)
Adelphi (ASX:ADI) – 20% (pre-farmout)
Eureka (ASX:EKA) – 12.5% (pre-farmout)

Aurora also participates as a 50% WI holder in a larger area made up of an additional ~ 27,000 acres within the Sugarkane Field adjacent to Sugarloaf. Aurora is the only listed participant in these areas which are also subject to farmout to Hilcorp for the drilling, stimulation and tie in of a further 4 new wells (please refer to earlier releases).

Yours sincerely

AURORA OIL & GAS LIMITED

Jon Stewart
Executive Chairman

Technical information contained in this report in relation to the Sugarloaf project and Sugarkane field was compiled by Aurora from information provided by the project operator and reviewed by I L Lusted, BSc (Hons), SPE, a Director of Aurora who has had more than 15 years experience in the practice of petroleum engineering. Mr. Lusted consents to the inclusion in this report of the information in the form and context in which it appears.