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DRILLING UPDATE – GREENBUSH PROJECT

Emerald Oil & Gas NL hereby provides an update on drilling operations at the Greenbush Project.

GREENBUSH PROJECT, EGEBERG #1 WELL WARD COUNTY, NORTH DAKOTA, USA

(Emerald 15% Working interest, Operator: Golden Eye Resources LLC)

Progress report on the Egeberg #1 well as at 6.00pm 28 May 2007 (Central USA time).

Current Depth: 6,079 feet (Total Depth).

Current Activity: Tripping out of hole with core barrel after cutting a 60 foot core in primary objective Kisbey sandstone to evaluate oil shows encountered in top five feet of sand from 6,014 to 6,019 feet while drilling. Top Kisbey sand at 6,014 feet (-4,100 feet sub-sea) is 26 feet structurally high to nearby Scottsdale #44-10 well, approximately one mile to the west. An oil show in the overlying Bluell carbonates from 5,895 to 5,905 feet will be evaluated from wireline logs.

Forward Activity: Run a drill stem test across the Kisbey sandstone from 6,014 to total depth.

Emerald Interest: Emerald has a 15% WI (after casing point) in this prospect.

About Emerald Oil & Gas NL

Emerald Oil & Gas NL (ASX: EMR; EMRO) was listed on the ASX in June 2006, raising \$4 million. Emerald is an oil and gas exploration and production company with project interests in North Dakota and Texas in the USA and in the Canning Basin of Western

Australia. Emerald's focus is on conventional reservoir targets for oil and gas prospects and its primary objective is to achieve near term production and cashflow to build shareholder value and provide funds to fuel further growth. Emerald's strategy is to take modest but meaningful positions in low risk exploration projects that can be swiftly brought into production.

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Information in this announcement pertaining to exploration potential was compiled by Robert Berven, Emerald Oil & Gas NL's Technical Director who is a Member of the Australasian Institute of Mining and Metallurgy and the American Association of Petroleum Geologists CPG # 2498.

Statements regarding Emerald's plans with respect to its petroleum properties are forward-looking statements. There can be no assurance that Emerald's plans for development of its petroleum properties will proceed as currently expected. There can be no assurance that Emerald will be able to confirm the presence of additional petroleum deposits, that any discovery will prove to be economic or that an oil or gas field will successfully be developed on any of Emerald's petroleum properties.