



OIL & GAS NL

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2 May 2008

Dear Greg,

Could you please place Emerald in a Trading halt with immediate effect, pending an announcement regarding Emeralds funding arrangements on the new Appalachian Basin Project. Emerald envisages the trading halt to be lifted prior to Monday morning trading.

Emerald is not aware of any reason why a trading halt should not be granted.

Any questions please call myself or Morgan Barron on 9482 0510.

Yours truly,

For and on behalf of Emerald Oil & Gas NL

A handwritten signature in black ink, appearing to read "John Hannaford", with a stylized flourish at the end.

John Hannaford

Executive Director - Finance