



Austin Exploration Limited ACN 114 198 471

Based in Adelaide Australia: listed on the Australian Securities Exchange ("AKK")

ASX ANNOUNCEMENT

13th December 2010

For Immediate Release

The Manager
Companies Announcements Officer
Australian Stock Exchange
Electronic Lodgement

Austin Exploration Ltd Update

Dear Sir/Madam,

The board of Austin Exploration Limited (ASX: "AKK") is pleased to announce that its wholly owned subsidiary, Aus-Tex Exploration Inc, has strategically relocated its USA headquarters to Denver, Colorado. Aus-Tex has increased its levels of expertise with the engagement of a new group of reservoir and drilling engineers to assist the company with an accelerated exploration and drilling program planned for 2011.

The Aus-Tex has concluded the full time employment agreements in place with Mr. Kenny Hill and Mr. Stan Lindsey. The Board extends its gratitude to Mr. Hill and Mr. Lindsey for their contributions over the past 3 years and wishes them well for the future.

The Company Austin is also pleased to inform its shareholders that the legal claim lodged against it by the Company's former Managing Director, Mr. David Schuette, for wrongful dismissal has been settled for no consideration, with each party agreeing to bear its own legal costs.

The Company looks forward to operations beginning on its newly acquired Bombing Range Prospect located in Vernon Parish, Louisiana within the next 10 days and will keep the market informed as to its progress.

Please visit the Company web site for more information on the company and its current projects.

<http://www.austinexploration.com/>

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