



Austin Exploration Limited

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

ASX Announcement

5 May, 2010

For Immediate Release

The Manager
Companies Announcements Officer
Australian Stock Exchange
Electronic Lodgement

USA oil well now in production

- **Ellislie Plantation #1 Oil Well Tested at 82 BOPD**
- **All Production and Delivery Infrastructure is Complete**

Dear Sir/Madam,

The Board of Austin Exploration Limited (ASX: "AKK") is pleased to provide the following progress report on the Ellislie Plantation #1 well – the first oil producing well of Austin's 100% owned USA subsidiary, Aus-Tex Exploration, Inc, at the Armstrong Project in Natchez, Mississippi.

Since the Company's April 22 market update, the operator has:

- Brought the oil well into production at a tested rate of 82 barrels of oil per day
- Completed all infrastructure required for the separation of saltwater and delivery of oil to storage
- Increased the size of the well pump from 2-3/4" to 3 1/4"



Oil and Water Separation Facility



Saltwater Injection Well

Austin Exploration Limited

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

During the next 30 days the operator will continue testing increasing levels of total fluid flow from the Ellislie Plantation #1 well to a projected rate of 1500 barrels of fluid (Oil & Water) per day.

HELD INTEREST

Interest Holder	Working Interest	Net Revenue Interest
Aus-Tex Exploration, Inc.	50%	37.5%
Operator	50%	37.5%

COMPETENT PERSON'S STATEMENT

In accordance with ASX and AIM rules, the information in this release has been reviewed and approved by Mr. Stanley L. Lindsey, Chief Geologist, Austin Exploration Limited. Mr. Lindsey holds a Bachelor of Science Degree in Geology with a minor in Chemistry and has over 30 years of oil and gas experience including exploration, development, operations, acquisitions and divestitures. His background also includes mapping, utilizing integration of 2-D and 3-D seismic with subsurface data and reserve calculations. He is a Certified Petroleum Geologist and has been a member of the American Association of Petroleum Geologists and the Houston Geological Society since 1979. He also belongs to the Society of Independent Professional Earth Scientists (SIPES). Mr. Lindsey has the relevant experience within the industry and consents to the information in the form and context in which it appears.

MEDIA AND INVESTOR CONTACT:

Guy Goudy
Company Director
Austin Exploration
0414 888 814
guyg@austinexploration.com

Kenny Hill
VP of Operations and Investor Relations
Aus-Tex Exploration, Inc
(01) 512 423-2547
Kenny@austinexploration.com

Please visit the company web site for more information on this property and other projects that the company maintains an interest in. <http://www.austinexploration.com/>

ENDS