

6 December 2011

Company Announcements Office
ASX Limited
4th Floor
20 Bridge Street
Sydney NSW 2000

CAMBAY-76H – INDIAN OPERATIONS RESUME

Oilex Ltd (“Oilex” ASX: OEX, AIM: OEX) advises that operations on the Cambay-76H horizontal well in the onshore Cambay Field, Gujarat State, India, resumed at 02:30 hours (WST) on 6 December 2011. The operations had been suspended since the end of August 2011, when the coiled tubing milling assembly, which was being used to mill out the fracture stimulation stage seat components, became stuck in the wellbore.

On 31 August, Oilex advised that it would mobilise a workover rig to recover the milling tool string and subsequently prepare the well for clean-up flow and production testing. Personnel, materials, and services, including manufacturing specialist retrieval equipment, have been acquired and the work over rig has been mobilised to site and rigged up.

Pressure at the wellhead has increased to approximately 1200psi. During the past week the well was “killed” for installation of a Blow Out Preventer (BOP). This build-up of pressure in the wellbore and the previously reported initial flowback of hydrocarbons and stimulation fluid in August, are interpreted to be encouraging for clean up and flow testing the well.

The primary objective of the well is the acquisition of data from a long term production test to assess the potential of the Y Zone interval of the Eocene “tight” reservoirs. The results of this production test will also provide important information for the next stage of the independent hydrocarbon assessment. The initial hydrocarbon assessment by Netherland Sewell and Associates Inc was reported by the Company on 11 October 2011.

Reports on operations will be made when material events occur and weekly updates will not be issued.

The participating interests in the Cambay PSC are:

JOINT VENTURE PARTY	PARTICIPATING INTEREST
Oilex Ltd (Operator)	30%
Oilex NL Holdings (India) Limited	15%
Gujarat State Petroleum Corporation Ltd	55%

For further information, please contact:

Oilex Ltd		+61 (0)8 9485 3200	(Western Australia)
Bruce McCarthy	Managing Director	oilex@oilex.com.au	
Ben Clube	Finance Director	oilex@oilex.com.au	

Ambrian Partners Limited (Nominated Adviser and AIM Broker)

Matthew Einhorn	matt.einhorn@ambrian.com	+44 (0) 20 7634 4860	(UK)
Anthony Rowland	anthony.rowland@ambrian.com	+44 (0) 20 7634 4858	(UK)

Read Corporate

Nicholas Read	nicholas@readcorporate.com.au	+61 (0)8 9388 1474	(Western Australia)
---------------	-------------------------------	--------------------	---------------------

Tavistock Communications

		+44 (0)207 920 3150	(UK)
Ed Portman	eportman@tavistock.co.uk	+44 (0)7733 363 501	(UK)
Paul Youens	pyouens@tavistock.co.uk	+44 (0)7843 260 623	(UK)

This document may include forward-looking statements. Forward-looking statements include, but are not necessarily limited to, statements concerning Oilex Ltd's planned exploration program and other statements that are not historic facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions are forward-looking statements. Although Oilex Ltd believes that its expectations reflected in these are reasonable, such statements involve risks and uncertainties, and no assurance can be given that actual results will be consistent with these forward-looking statements."

ABN 50 078 652 632

Ground Floor, 26 Colin Street, West Perth WA 6005 Australia, PO Box 588 West Perth WA 6872 Australia

Telephone: (+61 8) 9485 3200 Facsimile: (+61 8) 9485 3290

Email: oilex@oilex.com.au Web: www.oilex.com.au