

CLEANSING NOTICE

Section 708A(5)(e) of the Corporations Act 2001 (Cth)

19 December 2007

Great Artesian Oil and Gas Limited (**Company**) has completed a non-renounceable rights issue to Shareholders who were registered at 21 November 2007 (**Record Date**) of 30,658,084 fully paid ordinary share in the capital of the Company (**Shares**) at an issue price of \$0.20 each to raise approximately \$6.1 million (before expenses of the issue) (**Rights Issue**). The Shares were offered on the basis of 1 Share for every 5 Shares held. The Shares were issued on 18 December 2007.

Pursuant to section 708A(5)(e) of the *Corporations Act 2001 (Cth)* (**Act**), the Company hereby states:

1. The Company offered the Shares without disclosure to investors under Part 6D.2 of the Act.
2. The Company is providing this notice under s 708A(5)(e) of the Act.
3. As at the date of this notice, the Company has complied with:
 - (a) the provisions of Chapter 2M of the Act as they apply to the Company; and
 - (b) section 674 of the Act.
4. As at the date of this notice there is no information:
 - (a) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - (b) that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - (i) the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - (ii) the rights and liabilities attaching to the Shares.

Yours sincerely



Peter Hopkins, Chairman