



7 September 2009

ASX ANNOUNCEMENT

Lytton Tank Joint Venture

Mosaic Oil NL (ASX:MOS) is pleased to announce its participation in a Joint Venture with IOR Energy and Beach Petroleum to own and operate a 300,000 BBL tank and unloading facility at Lytton in Brisbane. Tank 1020 has been purchased from the Naccowlah Block Producers, and the site has been leased for 10 years from the Port of Brisbane Corporation. The facility is connected by pipeline to the Caltex refinery and will be used for road tanker unloading by the Joint Venturers and other Queensland producers.

Mosaic Oil's CEO, Alex Parks, commented "We are very pleased to be part of this Joint Venture which will provide us with a cost effective delivery outlet for our Surat crude and condensate following the closure of the Moonie-Brisbane pipeline."

Participation in the Joint Venture is on the following basis

Mosaic Oil QLD Pty Ltd	33.333%
IOR Terminals Pty Ltd (Operator)	33.334%
Beach Petroleum (Cooper Basin) Pty Ltd	33.333%

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