



OIL BASINS LIMITED

ABN 56 006 024 764

7 June 2007

Company Announcements Office
Australian Stock Exchange Limited
10th Floor, 20 Bond Street
Sydney NSW 2000

Dear Sirs

BLINA BACK REEF PLAY JOINT VENTURE AREA RESTRUCTURE OF INTERESTS

Oil Basins Limited (**ASX code OBL**) wishes to advise the Australian Stock Exchange that it has formally obtained approval from the Government of Western Australia Department of Industry and Resources for the Farm-In dealings affecting the Blina Back Reef Play Joint Venture Area as comprehensively detailed in OBL's ASX announcement dated 23 January 2007.

Upon satisfaction of the Farm-In conditions, OBL now has formal legal and beneficial rights to 35% and formal rights to increase this interest to 50% in the Blina Back Reef Play Joint Venture Area.

Following the completion of the Backreef-1 well, the joint venture interests will be as follows:

Backreef Oil Limited	20% (Operator)
Terratek Drilling Tools Pty Ltd	30%
Oil Basins Limited (or nominee)	50%

In addition, the Company has restructured 35% of its 50% current interest (ie including the Option) in the following manner:

Backreef Oil Limited	20% (Operator)
Terratek Drilling Tools Pty Ltd	30%
Oil Basins Limited (or nominee)	20%
Oil Basins Gippsland Pty Ltd <i>(to be renamed OBL Backreef No.5 Pty Ltd)</i>	5%
Oil Basins VicP41 Pty Ltd <i>(to be renamed OBL Backreef No.10 Pty Ltd)</i>	10%
Oil Basins Expro Pty Ltd <i>(to be renamed OBL Backreef No.15 Pty Ltd)</i>	15%

Interested Farm-In partners are invited to contact the undersigned on 0414 912 901 or n.doyle@oilbasins.com.au

Neil Doyle
Director