



LAKES OIL N.L.

(A.C.N. 004 247 214)

Registered Office:
Level 11,
500 Collins Street,
Melbourne Vic. 3000

P.O. Box 300, Collins Street West,
Melbourne Vic. 8007
Telephone: (03) 9629 1566
Facsimile: (03) 9629 1624

23 January 2008

The Manager - Companies,
Australian Stock Exchange Limited,
Stock Exchange Centre,
530 Collins Street,
MELBOURNE VIC. 3000

Dear Sir,

ACQUISITION OF PETROLEUM EXPLORATION PERMIT 169 ONSHORE OTWAY BASIN, VICTORIA

Lakes Oil N.L. (LKO) advises that it has recently acquired the Petroleum Exploration Permit PEP169 from Sweetpea Petroleum Pty Ltd. Sweetpea Petroleum Pty Ltd, a subsidiary PetroHunter Energy was awarded the permit in June 2007.

PEP 169 is located in the Onshore Otway Basin, north of Port Campbell. It is directly adjacent to a producing gas field and has good data sets associated with it as well as identified areas of high prospectivity identified.

Lakes Oil N.L. is very pleased to have acquired this permit.

Yours sincerely
LAKES OIL N.L.

ROBERT J. ANNELLS
Chairman