

ANNEXURE E

EMERALD OIL & GAS NL

COMPANY SHARE TRADING POLICY

The Company will follow a policy that imposes certain restrictions on Directors, employees and contractors buying or selling securities of the Company. The restrictions are to be imposed to prevent trading in contravention of the insider trading provisions of the Corporations Act.

The Company Secretary will be responsible for co-ordinating and controlling the Policy.

The key aspects of the policy are summarised as follows:

- All Directors, employees and contractors considered appropriate by the Managing Director and Company Secretary from time to time are to formally notify the Company Secretary of their beneficial shareholdings in the Company and any changes to this within 5 working days of such change occurring. The Company Secretary will maintain a register of interests in the Company held by Directors, employees and contractors, including announcement of changes in Directors' interests to ASX as required under the Listing Rules;
- No Director, employee or contractor of the Company considered appropriate by the Managing Director and Company Secretary from time to time or any entities controlled by them is allowed to buy or sell the securities of Emerald without notifying the Executive Director prior to the purchase or sale occurring. In the case of the Managing Director, he should notify the Chairman of the Company in writing prior to a purchase or sale occurring;
- No Director, employee or contractor or any entities controlled by them is allowed to engage in the business of active trading in the Company's securities;
- A Director, employee, contractor or any entities controlled by them must not buy or sell at any time when he or she is in possession of information which if generally available would affect the price or value of the Company's securities or at any time for a period of 2 days following a public announcement in relation to the matter;
- In any case Directors, employees or contractors of the Company considered appropriate by the Managing Director and Company Secretary from time to time must not buy or sell the securities of Emerald within 2 days after announcement to ASX of market sensitive information. Directors must ensure that they are not in possession of un-released market sensitive information when they undertake a transaction in relation to the securities of the Company; and
- The Company Secretary will table all changes in shareholdings of Directors, employees and contractors at the subsequent Board meeting following the changes in shareholding.