

ORMIL ENERGY LIMITED

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QUARTERLY ACTIVITIES REPORT SEPTEMBER QUARTER 2010

Corporate Activities – Board and Management changes

On 6th August 2010 ASIC approved the change of the company's name from Golden Tiger Mining NL as approved by the shareholders at the Extraordinary General Meeting held on 18th June 2010. The Company began trading under its new symbol "OMX".

On 5th August Mr Thomas Fontaine was appointed a Director of the Company and on 23rd August he was appointed Managing Director. Mr Graham Hurst resigned as Chairman and as a Director on 23rd August and Mr Andrew Davis was appointed Chairman.

Rights Issue

On 28th September 2010 the Company announced a 1 for 2 renounceable rights issue to raise up to \$2,791,122 for working capital and to fund its commitments under its joint venture with Apex Energy Limited. The rights issue is currently underway and will close on 27th October 2010.

Apex Energy N.L.

The Company currently holds an interest of approximately 9.54% in the issued capital of Apex Energy NL which has Coal Seam Methane interests in the Southern Coalfields areas of New South Wales.

In September 2010 the Company finalised Due Diligence and settled the purchase of 100% of the issued capital of Sydney Basin CBM Pty Limited from Apex Energy N.L. in accordance with the agreement which was announced to the ASX on 24th August 2010.

Sydney Basin CBM Pty Limited owns a 20% interest in petroleum Exploration Licences 442, 444 and 454 in the Sydney Basin which are prospective for Coal Seam Methane (CSM.) and owns a 20% interest in agreements with the owners of Coal Mining which are prospective for Coal Mine Methane (CMM.).

The acquisition price of the assets total \$1,750,000 for the whole of the issued capital of Sydney Basin CBM Pty Limited and all relevant information in relation to the leases above, which sum has been paid by the issue to Apex Energy N.L. of 20,000,000 fully paid ordinary shares in Ormil Energy Limited at 5 cents a share and the payment of \$750,000.

Information regarding Apex Energy N.L. and its activities has been referred to in releases to the ASX on 9th March 2010 and 24th August 2010, in the Company's Quarterly Activity

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Reports and in the Company's 2010 Annual Report which was released to the ASX on 1st September 2010.

As announced in the release of 24th August Ormil Operations has agreed to enter into a Joint Venture with Apex Energy N.L. and is obliged to spend \$3,200,000 on exploration of the Apex CSM and CMM areas. This expenditure will occur in two stages with Phase 1 (\$1,600,000) to be spent on or before 30 June 2011 and Phase 2 (a further \$1,600,000) to be spent on or before 31 December 2012. The expenditures in Phases 1 and 2 are both conditional on Ormil Energy raising sufficient funds for each stage on terms satisfactory to Ormil Energy.

After spending the \$3,200,000 referred to above the Ormil Energy Limited group will own a 20% interest in the Apex Energy N.L. CSM and CMM assets in the Southern New South Wales coal fields (the Apex CSM and CMM assets) with the right to earn a further 30% by spending \$7,000,000 exploring, appraising or developing the assets on or before 30 June 2014 (Phase 3). Should Ormil Energy not contribute part of the funding its interests will be scaled back accordingly.

In the event Ormil Operations spends the total \$7,000,000 in Phase 3 Ormil Energy will own 50% of the Apex CSM and CMM assets in Southern NSW with Apex Energy N.L. owning the other 50%.

The parties have also agreed to the creation of an area of mutual interest which covers all CSM and CMM areas which Apex Energy N.L. now owns or acquires in New South Wales during the period of the joint venture south of a line drawn East-West through Macquarie Place in Sydney.

Chinese Interest Update

The Company advises that there has been little progress in the recovery of the amounts owed for the sale of its 76% shareholding in Guangzi Golden Tiger Mining Joint Venture Limited and of loans due to Ormil Energy.

Exploration Activities

The Company has not carried out any exploration activities in the Quarter.

Annual General Meeting

Notice of the Annual General Meeting of shareholders has been given and the meeting will be held on Monday 15th November 2010. A number of resolutions will be put to shareholders at the meeting and shareholders attention is drawn to the Notice of Meeting which has been sent to them.

T Fontaine
Managing Director
22 October 2010