



ASX Release
16th October 2009

LOI signed with DNO International ASA on the Chorbane Permit in Tunisia

AuDAX Resources Ltd (**ASX:ADX**) is pleased to announce that it signed a Letter of Intent ('LOI') with DNO International ASA, Norway ('DNO') for participation in exploration of the onshore permit in Tunisia (see attached figure). AuDAX is the operator and holds a 100% interest.

DNO is a reputed Norwegian listed (OSE: DNO) exploration and production operator with petroleum assets in Europe, Africa and the Middle East.

DNO would earn a 50% interest in the Permit by paying 100% of the first exploration well. The LOI is subject to a number of conditions precedent including the signing of a farmin agreement. The execution of the farmin agreement would be subject to all necessary government approvals and formal documentation.

Previous exploration work in the Chorbane Permit has identified a number of prospects and leads, the most prospective being a large structure ("Sidi Daher") with multiple oil targets and recoverable prospective resources in the order of 20 to 80 mmbbls (AuDAX estimate). The Chorbane block is surrounded by oil and gas fields and within an area of excellent oil and gas infrastructure.

The forward work commitment for the Chorbane permit requires reprocessing of 1000km of 2D seismic processing and the drilling of one exploration well.

For further details please contact:

Wolfgang Zimmer
Managing Director
+43 (0) 676 358 1214
www.audax.com.au

Gary Roper
Chairman
+61 (8) 9226 2822

The information in this release has been reviewed by the Managing Director of AuDAX Resources Ltd, Wolfgang Zimmer PhD (Geology & Petrology) who has 29 years experience in the Oil & Gas Industry and is a member of the AAPG, SEG and SPE. He received his PhD from the University of Vienna in Geology and Petrology. The estimates of hydrocarbons in place were reviewed by Mr. Paul Fink, the Technical Director of AuDAX Resources Ltd who has received an engineering degree from the Mining University of Leoben, Austria. He has 19 years of diversified oil and gas exploration and production experience in both technical and managerial positions. Mr Fink reviewed this announcement and consents to the inclusion of the estimated recoverable hydrocarbons in the form and context in which they appear. The resource estimates contained in this report are in accordance with the standard definitions set out by the Society of Petroleum Engineers, Petroleum Resources Management System 2007.

