



19 April 2007

Completion of \$3 Million Capital Raise

Pryme Oil and Gas Limited (ASX: PYM / OTC: POGLY), an oil and natural gas producer and explorer operating onshore in the U.S. with interests and focus in the Gulf States and Texas, is pleased to announce that the Short Form Prospectus dated 5 April 2007 to raise \$3,000,000 (the Offer) for Pryme's ongoing exploration activities has been fully subscribed and subsequently closed.

The capital raise was successfully completed by the managers to the Offer, First Capital Corporate and Cygnet Capital to strategic and institutional clients and gives Pryme sufficient capital to begin its extensive drilling program.

Post the allotment of securities from the Offer, Pryme's expanded share capital will comprise of:

76,929,030 fully paid ordinary shares

39,687,374 options exercisable at 40 cents on or before 30 June 2008

4,225,000 options exercisable at 20 cents on or before 30 June 2008

The securities allotted under the Offer comprise of 14.23% of the expanded share capital of the Company and is within the Company's 15% placement facility available under ASX listing rule 7.1.

For further information please contact:

Justin Pettett
Chief Executive Officer
Pryme Oil and Gas Limited
Telephone: +61 7 3371 1103
Email: justin@prymeoilandgas.com

Ryan Messer
President
Pryme Oil and Gas Inc
Telephone: +1 404 429 9939
Email: ryan@prymeoilandgas.com

Pryme Oil and Gas Limited is an Australian oil and natural gas producer and explorer with interests in the U.S., the world's biggest oil market. The company has an exceptional suite of exploration projects focused on Louisiana, the fifth-largest oil-producing state in the U.S. These projects are funded in part by existing cash flow. Pryme's management team has a total of almost 50 years of energy industry experience and has uniquely focused local knowledge, underscored by the proven track records of its managers and directors. Directors of the company are John Dickinson (Non Executive Chairman), Justin Pettett (Managing Director), Ryan Messer (Executive Director), Ananda Kathiravelu (Non Executive Director) and Philip Judge (Non Executive Director).