



MIDNIGHT

Oil Exploration Ltd.

EXPLORING WITH ENERGY AND EXPERIENCE

*Highly Successful Drilling
Tremendous Multi-Year
Light Oil & Natural Gas Prospect Inventory*

*Solid Growth –
Excellent Potential*

NOVEMBER 2006



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FORWARD LOOKING STATEMENT

This disclosure contains certain forward looking statements that involve substantial known and unknown risks and uncertainties, certain of which are beyond the company's control, including: the impact of general economic conditions in Canada and the United States, industry conditions, changes in laws and regulations including the adoption of new environmental laws and regulations and changes in how they are interpreted and enforced, increased competition, the lack of availability of qualified personnel or management, fluctuations in foreign exchange or interest rates, stock market volatility and market valuations of companies with respect to announced transactions and the final valuations thereof, and obtaining required approvals of regulatory authorities. Midnight's actual results, performance or achievement could differ materially from those expressed in, or implied by, these forward looking statements and, accordingly, no assurances can be given that any of the events anticipated by the forward looking statements will transpire or occur, or if any of them do so, what benefits, including the amount of proceeds, that the company will derive therefrom.



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CORPORATE PROFILE

TSX Listed and Symbol	MOX
Trading Range (<i>Since Inception</i>)	\$2.50-\$5.00
Shares Outstanding	
Basic	47.8 MM
Fully diluted	51.5 MM
Market Capitalization	\$140 MM
Management Ownership (fd)	15 %

Background - The Midnight Business Model

Proven high-end technical team with excellent business execution skills focused in high potential multi-zone areas. Solid results driven by drill bit success and selective acquisitions – reserve growth, production growth and cash flow growth throughout commodity price cycle. Large multi-year oil and gas development and exploration prospect inventory



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HIGHLIGHTS

Excellent Growth

- ◆ Reserves up – total 101% per share 54%
- ◆ Production up– total 85% per share 39%
- ◆ Cash flow up – total 347% per share 192%

Excellent Potential

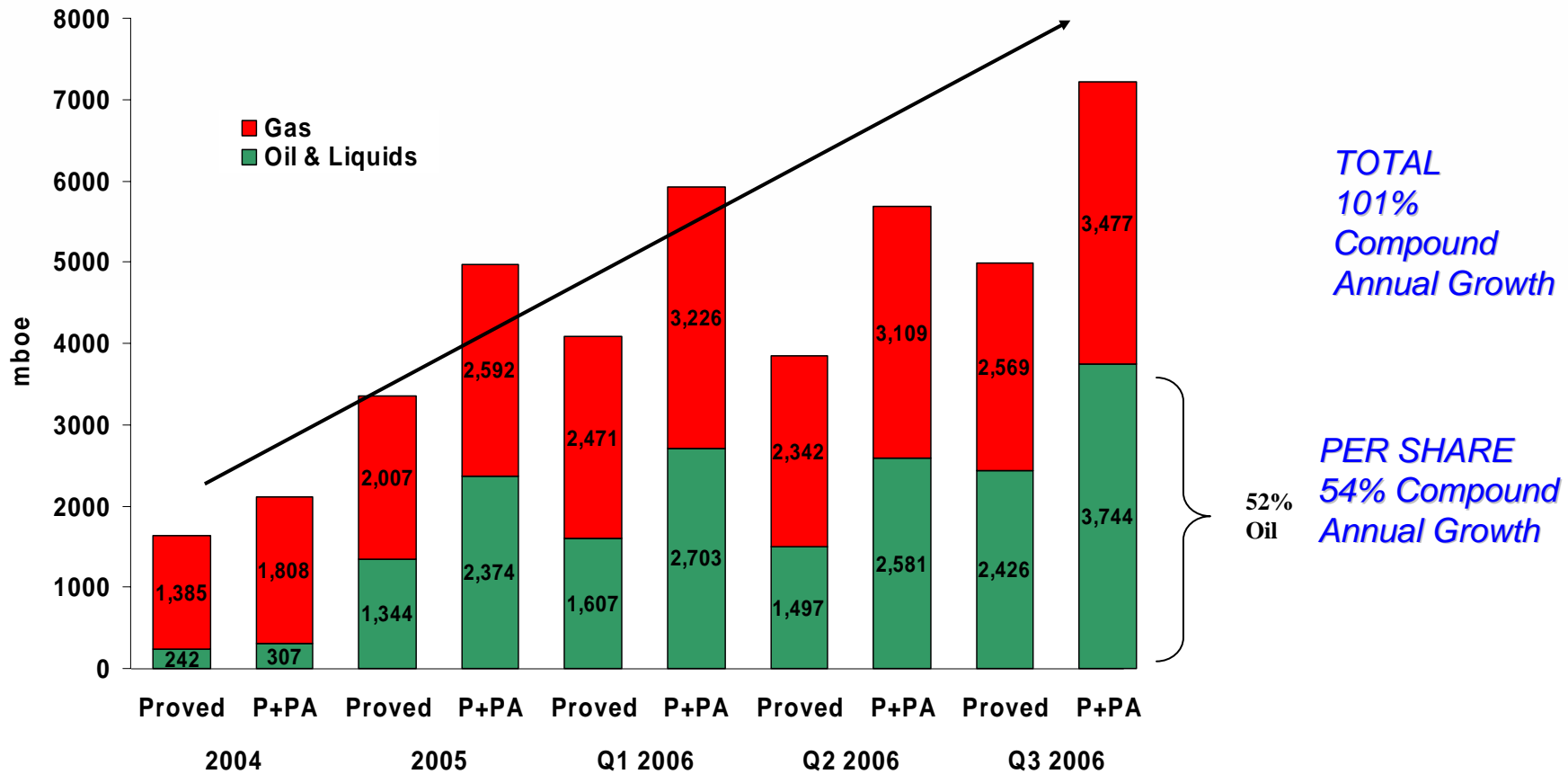
- ◆ Large high potential land base
- ◆ Multi-year light oil exploration and development project
- ◆ Tremendous liquids rich natural gas opportunities

Acquisitions and Drilling Success Drives Results



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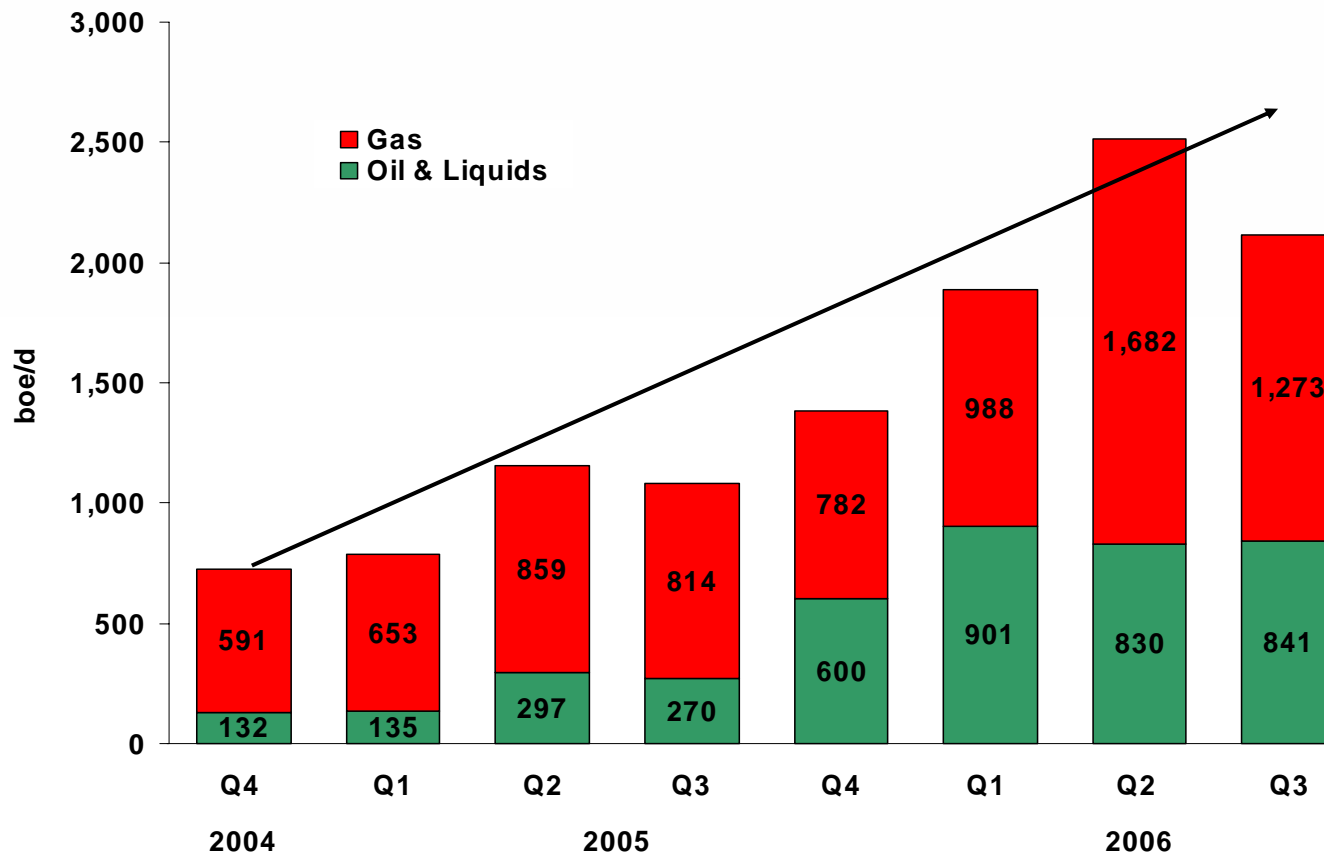
SOLID GROWTH IN RESERVES





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SOLID GROWTH IN PRODUCTION



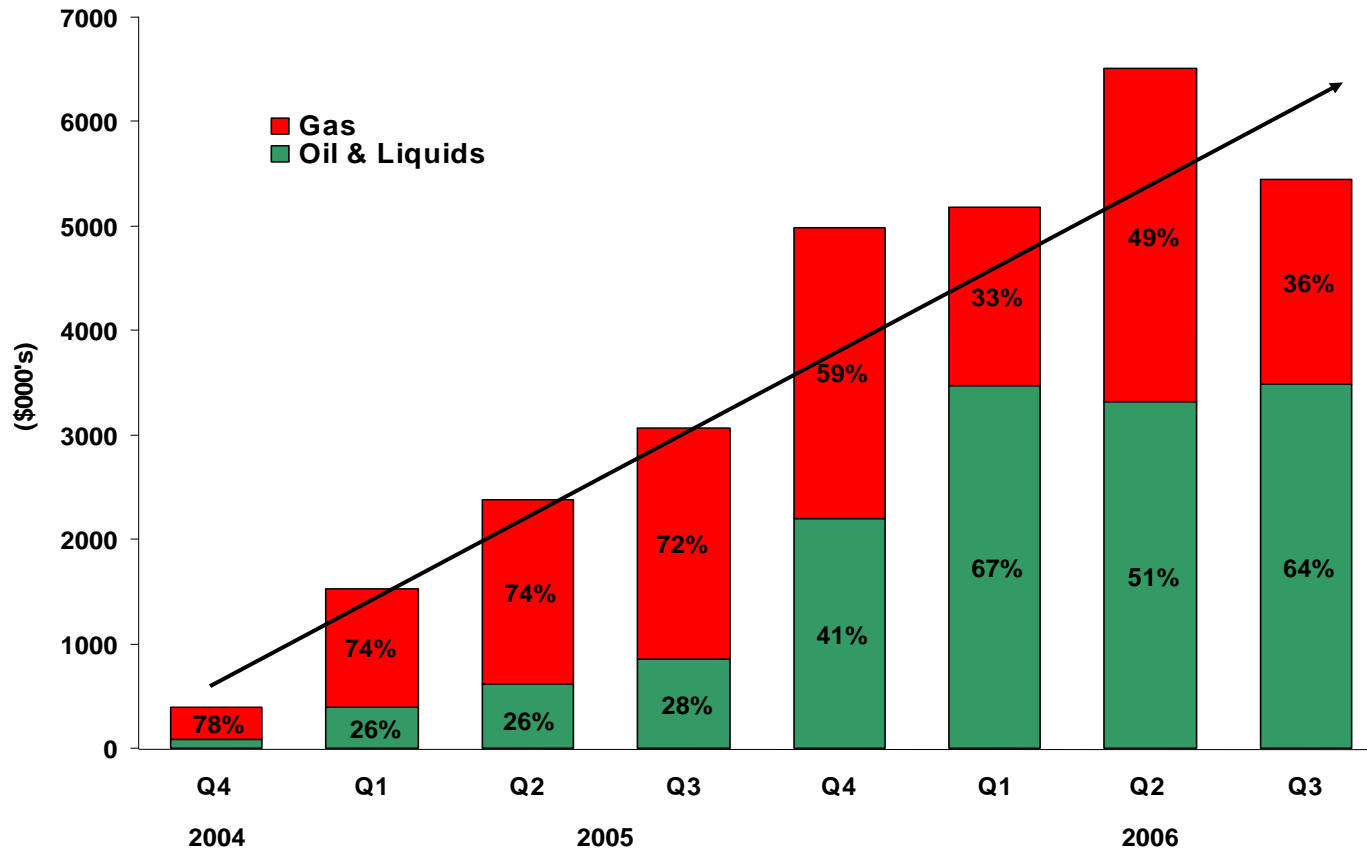
TOTAL
85% Compound
Annual Growth

PER SHARE
39% Compound
Annual Growth



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SOLID GROWTH IN CASH FLOW



TOTAL
347% Compound
Annual Growth

PER SHARE
192% Compound
Annual Growth



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OPERATING AND FINANCIAL DATA

	<u>2006 Q3</u>	<u>2005 Q3</u>	<u>% Change</u>
Production			
Natural Gas (mmcf/d)	7.6	4.8	+ 56
Oil & Liquids (bbls/d)	841	270	+ 211
Boe/d	2,114	1,084	+ 95
Financial (thousands, except per share)			
Cash flow	\$ 5,445	\$ 3,073	+ 77
per share (diluted)	\$ 0.13	\$ 0.12	+ 8

Excellent Growth Year Over Year



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DRILLING ACTIVITY INCREASES IN 2006

Area	Gas	Oil	Dry	Total	WI%
	Gross (Net)				
Red Earth	-	12 (8.0)	-	12 (8.0)	67%
Peace River Arch	8 (5.9)	-	3 (2.1)	11 (8.0)	73%
West Central Alberta	7 (0.7)	-	-	7 (0.7)	10%
YTD 2006	15 (6.6)	12 (8.0)	3 (2.1)	30 (16.7)	56%
All 2005	32 (6.4)	10 (4.4)	0	42 (10.8)	26%

Highly Successful Drilling Program - Over Half Exploratory Wells



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EXCELLENT POTENTIAL

Attributes

Focused in multi-zone high potential areas

Multi year light oil & liquids rich gas prospect inventory

Total acreage

- ◆ Gross 515,000
- ◆ Net 205,000

Operated drilling and production

Highly successful program

- ◆ High W.I. - drilling, multiple 3D seismic, pipeline and facilities construction

Winter program

- ◆ Exploration, development drilling, completions, tie-ins and waterflood work and study
- ◆ Expanding multi-zone prospectivity

2006 budget +/- \$60-65 million

Drilling inventory 140-175 gross wells

Increased Activity Increases Momentum





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MIDNIGHT PORTFOLIO ECONOMICS

	Red Earth Light Sweet Oil	Peace River Arch Liquids Rich Gas
Capital (millions)	\$ 2.0	\$ 2.2
Reserves (mboe)	100	200-300
With waterflood	150	-
F&D (\$/boe)	\$ 20.00	\$ 8.80
With waterflood (\$0.4mm capital)	\$ 16.00	-
Production (boe/d)	100	150
\$ per flowing barrel	\$ 24,000	\$ 14,500
Netbacks (\$/boe)*	\$ 50.00	\$ 30.00
Recycle ratio	2.5-3.00	3.5

Excellent Economics in High Value Oil and Gas Prospects

***Commodity prices: WTI US\$65.00/bbl, AECO C\$8.00/mcf and US\$/C\$0.88**



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RED EARTH AREA

Attributes

Working Interest: 25-100% (Operated)

Large exploration/development project

Total acreage

- ◆ Gross 110,000
- ◆ Net 78,000

Operated drilling and production

Successful program - 20/20 oil wells

- ◆ Four 3D seismic programs, farm-ins, land acquisitions
- ◆ Pipeline and facilities construction

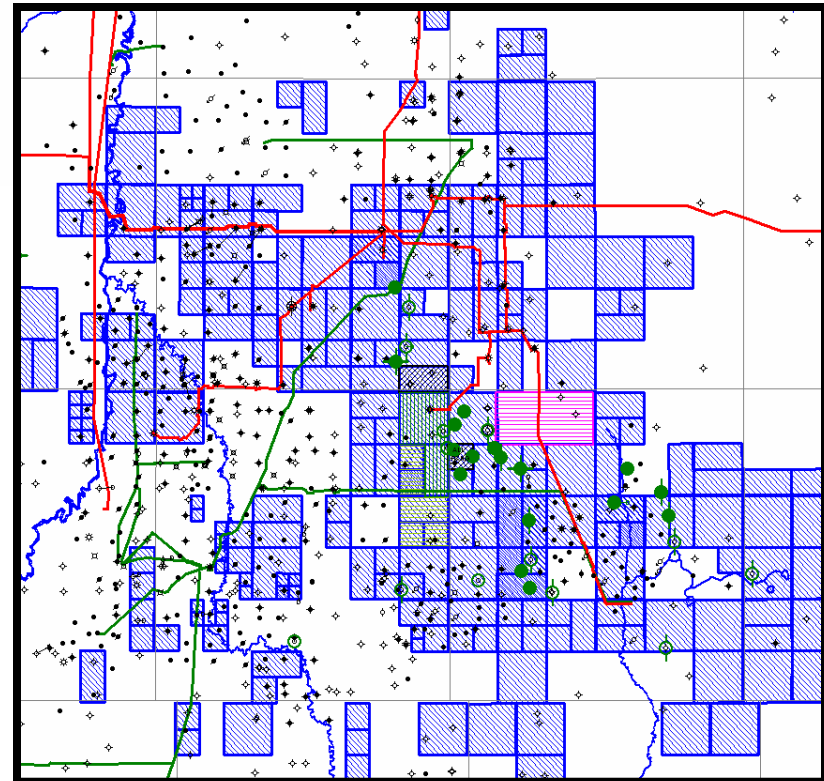
Winter program

- ◆ Active drilling – one rig
- ◆ Completion, tie-in and multi-zone exploration
- ◆ Ongoing waterflood development

2006 budget +/- \$30 million

Drilling inventory 45-55 gross wells

High Potential Light Oil Project





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PEACE RIVER ARCH

High Potential Multi-Zone Gas Project

Attributes

Working Interest: 25-100% (Operated)

Large reserve high productivity

- 2-4 bcf, 2-5 mmcf/d

Total acreage (Peace River Arch)

- Gross 145,000
- Net 104,000

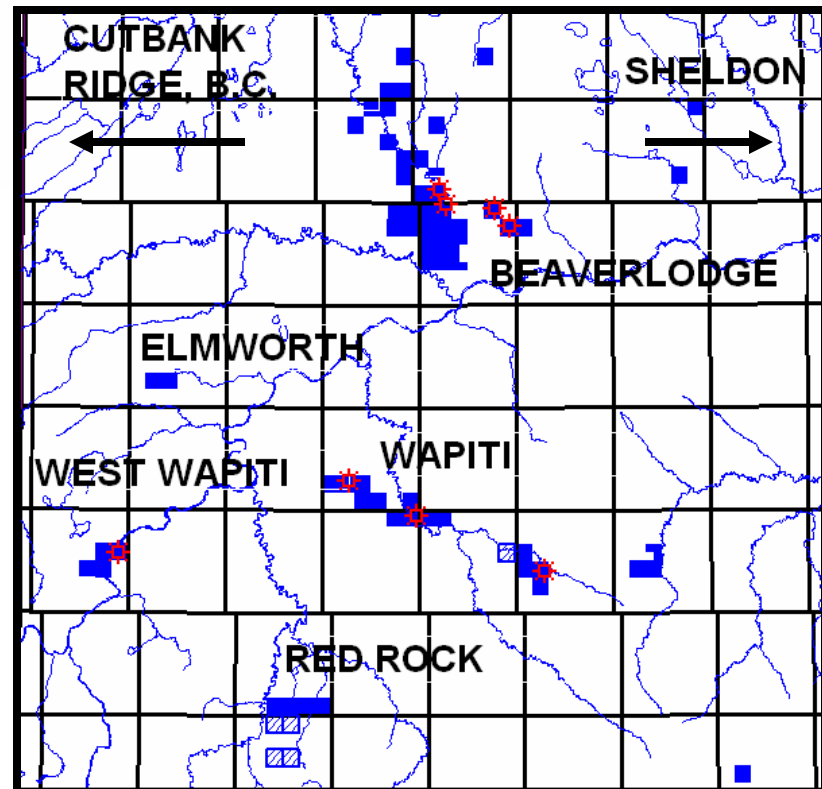
Successful program

Winter program

- Focused high impact multi-zone gas program

2006 budget \$25-30 million

Drilling inventory 20-30 gross wells





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PEACE RIVER ARCH

WAPITI

High Potential Multi-Zone Gas Project

Attributes

Working Interest: 30-100% (Operated)

Traditional Midnight exploration area

Large reserve high productivity

- 2-4 bcf, 2-5 mmcf/d

Total acreage

- Gross 15,000
- Net 9,000
- Farm-in lands 3,000

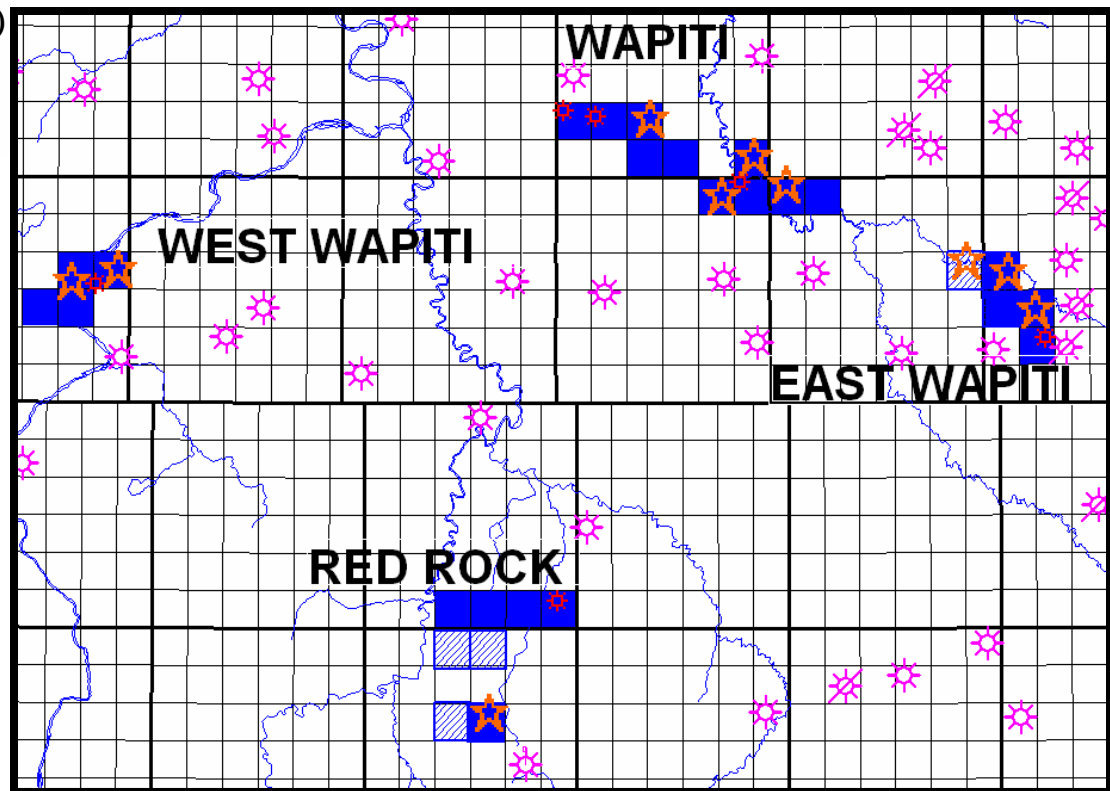
Successful program

Winter program

- Active drilling – one rig
- Red Rock – high impact well

2006 budget \$10-15 million

Drilling inventory 10-15 gross wells



3 month (IP) greater than 10 mmcf/d and/or Reserves greater than 5 bcf



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PEACE RIVER ARCH **BEAVERLODGE**

Attributes

Working Interest: 25-100%

Highly successful, high impact multi-zone

Paddy Oil, Cretaceous sweet gas, Halfway sour gas

Total acreage

- ◆ Gross 25,000
- ◆ Net 15,000

Ongoing successful summer/fall program

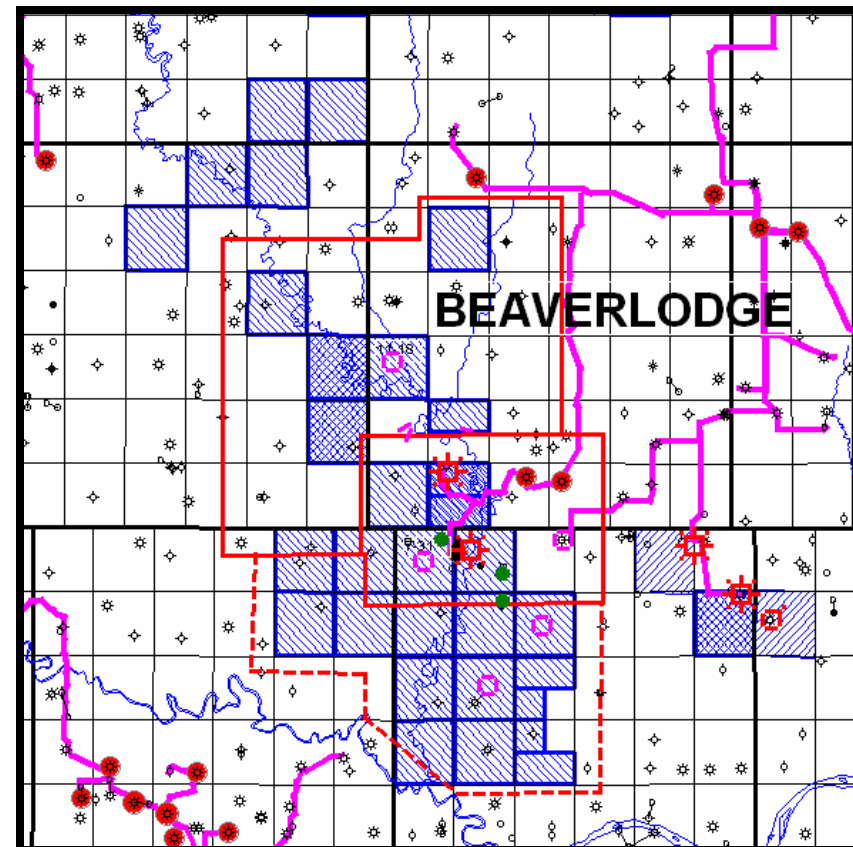
Winter program

- ◆ Active multi-zone exploratory drilling
- ◆ Sweet gas exploration/development
- ◆ Halfway/Montney – high impact well
- ◆ Potential sour pipeline/facilities expansion

2006 budget \$3-5 million

Drilling inventory 5-10 locations

High Potential Multi-Zone Oil/Gas Project





WEST CENTRAL ALBERTA

Attributes

Working Interest: 3-25%

High rate multi-zone gas potential

- ◆ Wells - 1-3 mmcf/d (2-5 bcf/well)

Large concentrated landholdings

Total acreage

- ◆ Gross 260,000
- ◆ Net 23,000

Owned infrastructure

Winter program - 100% drilling success

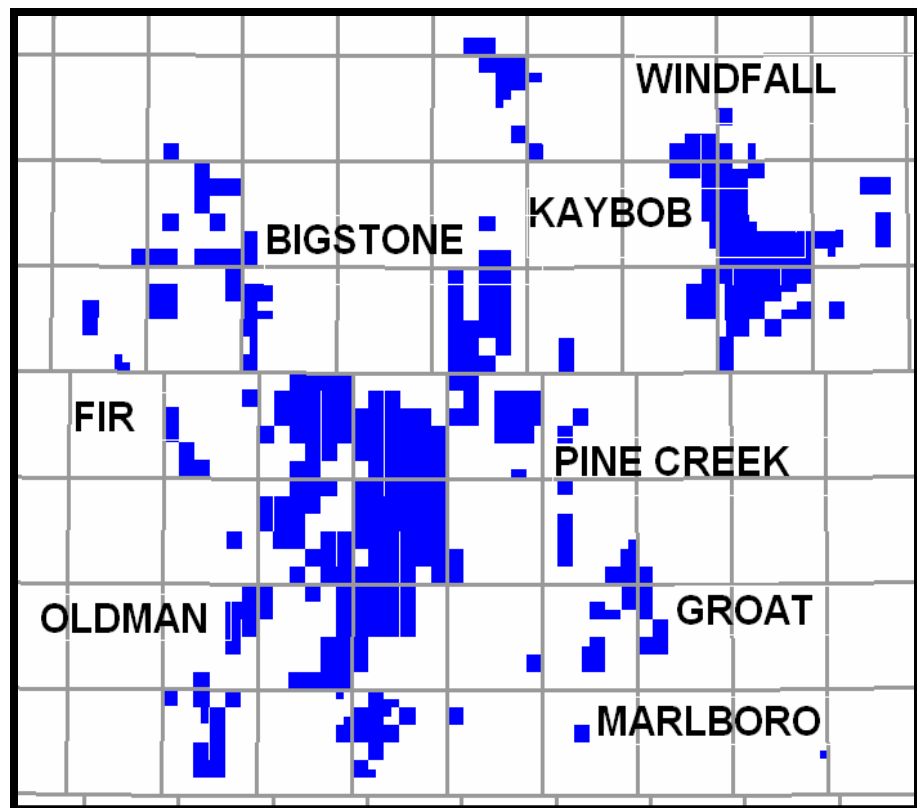
Summer program

- ◆ Windfall follow-up well
- ◆ 3D Seismic

2006 budget \$6-8 million

Drilling inventory 75-85 locations

Multi-Year Development Prospect Inventory





LAND BASE

Area	Developed		Undeveloped		Total	
	Gross	Net	Gross	Net	Gross	Net
	<i>(acres)</i>		<i>(acres)</i>		<i>(acres)</i>	
Red Earth	15,000	11,000	95,000	67,000	110,000	78,000
Peace River Arch	17,000	8,000	129,000	96,000	145,000	104,000
West Central Area	141,000	9,000	117,000	14,000	260,000	23,000
Total WCSB	173,000	28,000	341,000	177,000	515,000	205,000

** Acreage as at September 30, 2006*

Large Undeveloped Land Holding with Large Prospect Inventory



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2006 PROGRAM TO Q3

Area	Inventory	Gross Wells	Net Wells	2006 Total Capex \$MM
Red Earth	45-55	12	8	\$ 18.5
Peace River Arch				
Deep Basin	10-15	4	3.3	\$ 10.2
Beaverlodge	5-10	2	0.6	\$ 1.9
Sheldon	5	5	4.1	\$ 12.0
West Central	75-85	7	0.7	\$ 4.1
Subtotal	140-170	30	16.7	\$ 46.7
Seismic, land, & G&A				\$ 6.4
Total				\$ 53.1



2007 WINTER PROGRAM

Area	Inventory	Gross Wells	Net Wells	2007 Total Capex \$MM
Red Earth	45-55	7	4.4	\$ +/- 8.5
Peace River Arch				
Deep Basin	10-15	5	1.4	\$ +/- 3.5
Beaverlodge	5-10	4	1.5	\$ +/- 2.5
West Central	75-85	12	0.4	\$ +/- 1.0
	140-170	28	7.7	\$ +/- 15.5
Seismic, land, & G&A				\$ 4.5
Completion of summer program and facilities				\$ 5.0
				\$ +/- 25

High Potential Multi-Year Light Oil and Liquids Rich Gas Drilling Program



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SUMMARY AND HIGHLIGHTS

Midnight Business Model Delivers Results – Growth and Potential

- ◆ High-end technical team generates successful drilling
- ◆ Executed business strategy adds value and opportunities

Solid Growth - CAGR*

- ◆ Reserves up – total 101% per share 54%
- ◆ Production up– total 85% per share 39%
- ◆ Cash flow up – total 347% per share 192%

Excellent Potential

- ◆ Large high potential land base
- ◆ Growing light oil prospect inventory
- ◆ Tremendous liquids rich natural gas opportunities

Continued Success Generates Strong Momentum

* CAGR- Compound Annual Growth Rate - per share (fully diluted)



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CORPORATE INFORMATION

OFFICERS

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Judy Stripling
Executive VP & CFO

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VP, Finance

Don Leitch
VP, Operations

Thomas F. Moslow
Senior VP, Exploration

Peter O'Leary
VP, Geology

Martin Saizew
VP, Engineering

Andrew D. Weldon
VP, Business Development

Chris von Vegesack
Corporate Secretary

DIRECTORS

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Jay D. Squiers

Tom J. Medvedic

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Anthony M. Lambert

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AUDITORS

KPMG LLP

RESERVE ENGINEERS

GLJ Petroleum Consultants

TRANSFER AGENT

Valiant Trust Company