



MIDNIGHT

Oil Exploration Ltd.

Annual General Meeting

May 05, 2005

- *Proven team/proven results*
- *Exciting high growth junior*
- *Large prospect inventory*
- *TSX: MOX*

***Annual General
Meeting***

May 05, 2005

FRED WOODS

***President and Chief
Executive Officer***

MIDNIGHT OIL EXPLORATION

Corporate Profile

TSX Listed and Symbol	MOX
Trading Range* (<i>Since Inception</i>)	\$3.06-\$4.98
Shares Outstanding (basic)	26.3 MM
▪ Shares Outstanding (fully diluted)	29.5 MM
Market Capitalization	\$90-\$100 MM
Management Ownership	20 %

**\$3.50 as at May 04, 2005*

THE MIDNIGHT STORY

The Midnight business model

- *High-end technical expertise*
- *Value added business execution skills*

Our history - Midnight Oil & Gas - a success story

- *Solid growth delivered to shareholders*

A new chapter - Midnight Oil Exploration

- *Building the framework*

First quarter results - A Great Start

- *Successful deep gas drilling drives production growth*

Overview - Property and Prospect

- *Quality property base focused in high potential multi-zone areas*
- *Large risk balanced prospect inventory*

THE MIDNIGHT BUSINESS MODEL

Its all about the people

High-End Technical Expertise

- *Detailed analysis and quality prospect generation*
- *Strong drill bit driven growth*

Value Added Business Execution skills

- *Planning and execution - patience, focus and creativity*
- *Strategic acquisitions timed to opportunities*

Applied Experience And Expertise

OUR HISTORY – MIDNIGHT OIL & GAS

A success story

High end technical team

- *High rate drilling success 47/50 wells – 94% success*

Focused quality property base

- *Owned and operated production delivers top decile netbacks*

Solid growth – total and per share

- *Reserves, production, cash flow, share price*

Strategic value added acquisitions

- *Vintage acquisition, Trust conversion and Explorecoco*

Develop A Strategy And Execute A Plan

OUR HISTORY - SOLID GROWTH

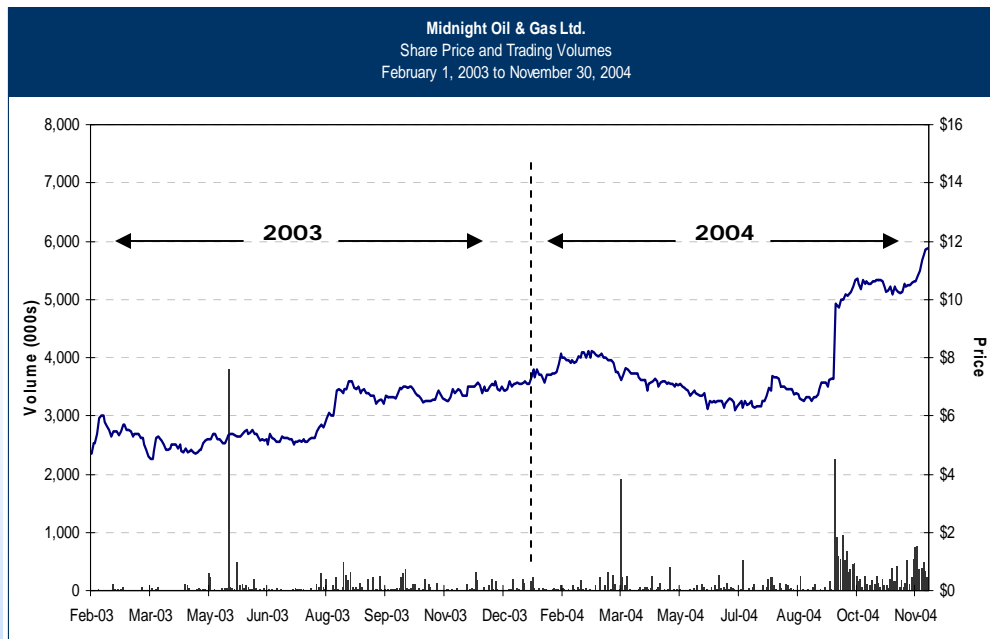
	MOG CAGR	With Vintage <u>2005E</u>
Increased reserves (<i>P+PA</i>)	90%	511%
Reserves per share	32%	150%
Increased production	303%	1,458%
Production per share	162%	495%
Increased cash flow	295%	1,143%
Cash flow per share	212%	463%
Increased prospect inventory & undeveloped land	193%	1,594%
Undeveloped land per share	95%	545%

Drill bit driven growth and strategic acquisitions

****MOG CAGR - Compound Annual Growth Rate (Q4/02 – Q3/04)***

OUR HISTORY

Solid Growth Delivered To Shareholders



Share Price Performance

**Became public November 2002
reverse takeover Foothills Oil &
Gas**

2003 share price increased 52%

2004 share price increased 72%

**Overall share price appreciation
62% CAGR**

**December 2004 formed Daylight
Energy Trust and Midnight Oil
Exploration**

A NEW CHAPTER

Midnight Oil Exploration Ltd.

Building the framework

- *The people, the portfolio, the properties, the potential*

Excellent first quarter results

- *Strong financial and operating results*
- *100% drilling success drives production growth*

Quality property base and prospect inventory

- *Large risk balanced prospect portfolio*
- *High potential multi-zone plays in Peace River Arch*
- *Large development portfolio in West Central area*

BUILDING THE FRAMEWORK

The Midnight/Daylight team

- *High-end technical expertise*
- *Strong business execution skills*

Risk balanced prospect portfolio

- *Focused in high potential, multi-zone areas*

Quality property base

- *Operatorship and facility ownership*

Large high potential prospect portfolio

- *Multi-year exploration and development prospect inventory*

EXCELLENT FIRST QUARTER RESULTS

	2005 Q1A	2005F
Production		
Natural Gas (MMcf/d)	3.9	8.0-8.5
Oil & NGL (Bbls/d)	135	300-350
Boe/d	788	1,650-1,750
Financial (millions, except per share)		
Capital expenditures	\$ 8.5	± \$30
Cash flow	\$ 1.5	\$14.0 MM
- per share (diluted)	\$0.06	\$0.50
Net debt	\$4.1	± \$10
Assumptions (Midnight realized)		
WTI (US \$/Bbl)	\$49.85	\$48.00
AECO (\$/Mcf)	\$ 6.95	\$ 6.90

Drilling Results – 11/11

Average Well Over 2,700 Metres

Current Production 1,100 Boe/d – 400 Boe/d Behind Pipe

PROPERTY AND PROSPECT OVERVIEW

MIDNIGHT OIL EXPLORATION PROPERTIES

Focused in high potential multi-zone areas

- *"Deep Basin" type gas trap*
- *Large long life natural gas reserves*

Barriers to entry reduce competition

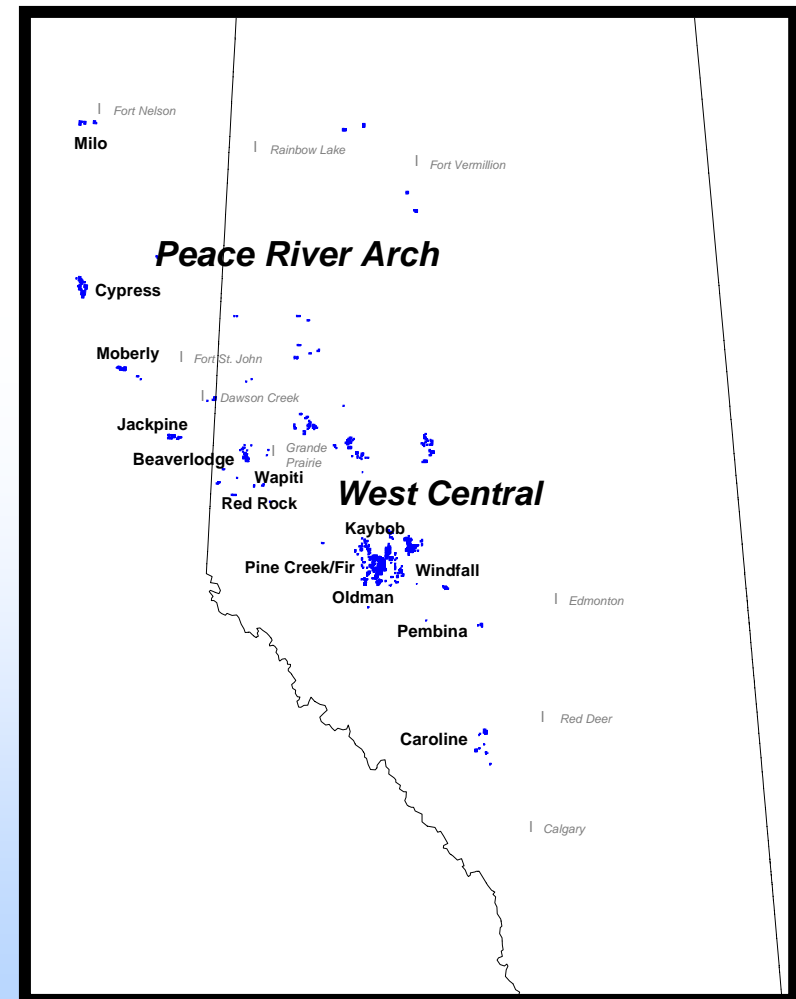
- *Technically challenging prospect areas*
- *Average well depth > 2,700m*

Midnight proven technical expertise

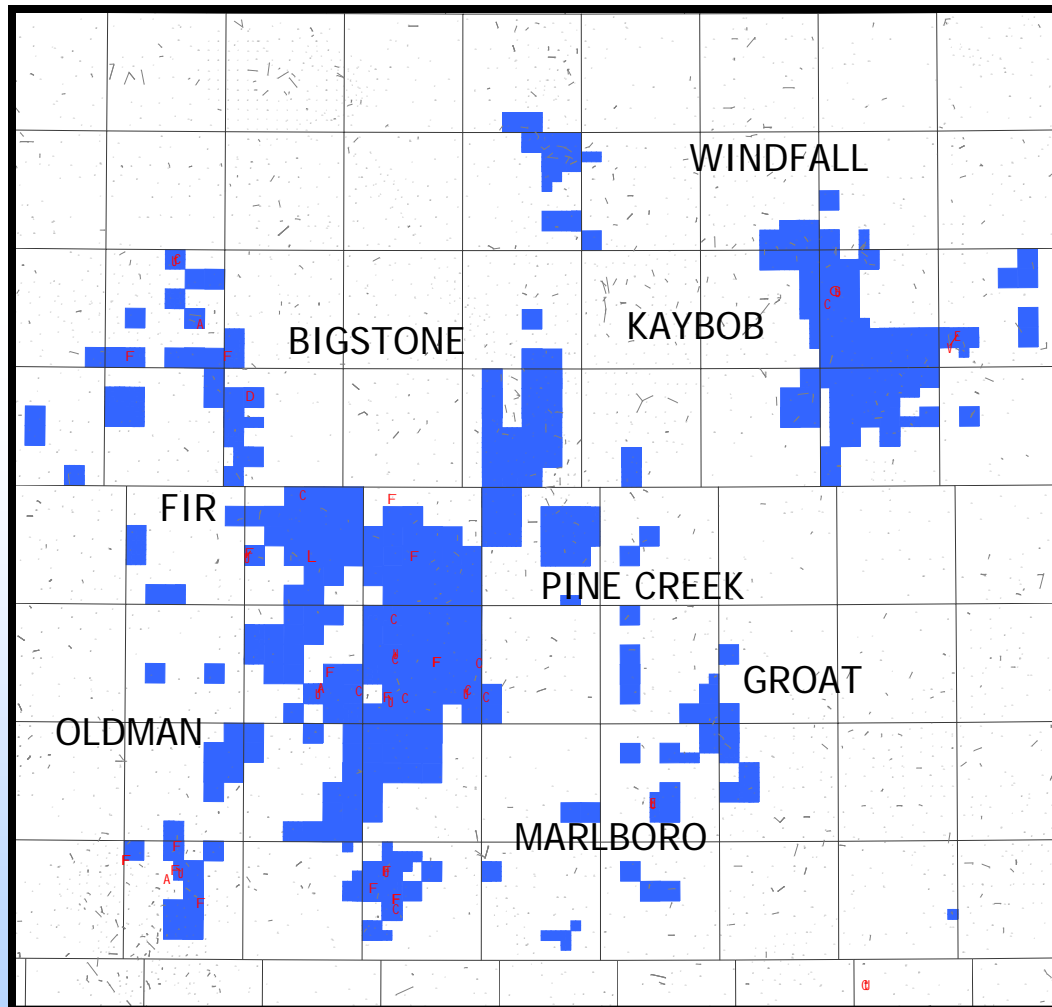
- *Exploration/exploitation*
- *Development/operations*

Large risk balanced prospect inventory

- *In-house geological/geophysical database - 5,000 core/50,000 km*
- *Strategic relationships with key players*
- *Multi-year development/ exploitation/ exploration program*



WEST CENTRAL ALBERTA



ATTRIBUTES

High rate potential, multi-zone area

- Wells – 1-4 mmcf/d (2.5 bcf)

Large concentrated landholdings

Total acreage

- Gross 340,000
- Net 80,000

Total undeveloped

- Gross 200,000
- Net 75,000

Owned infrastructure

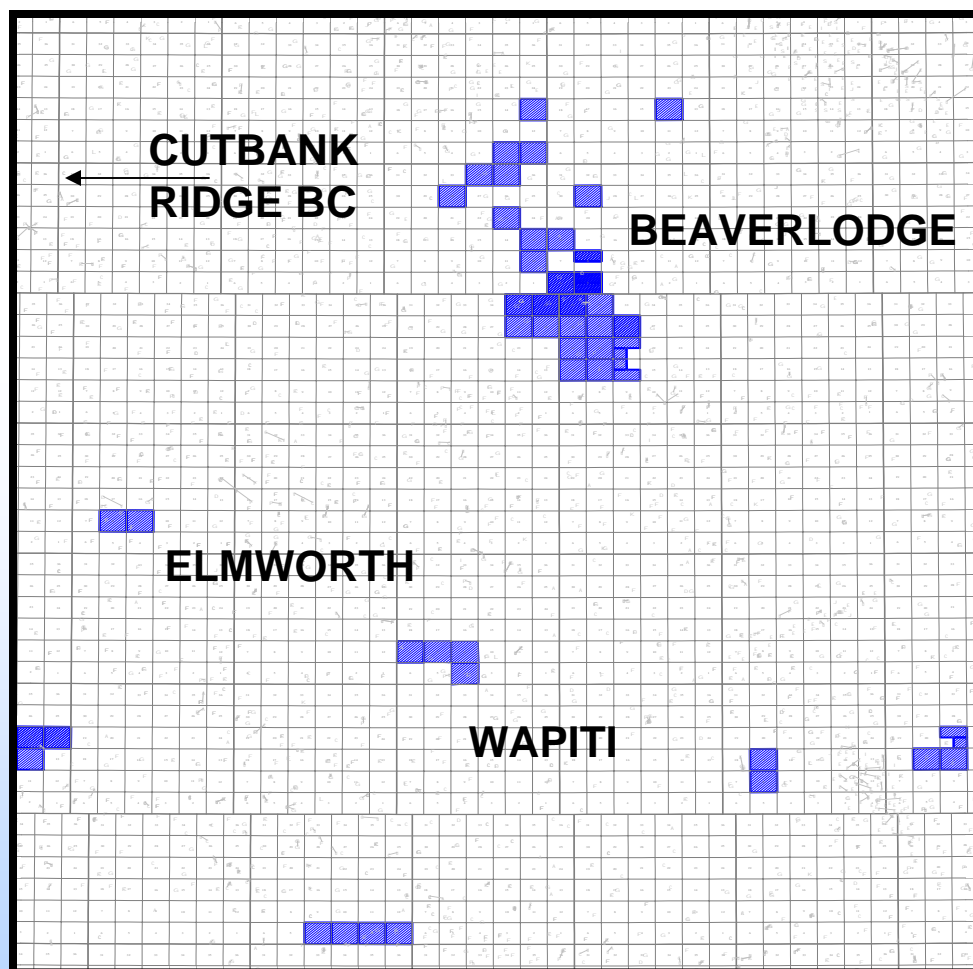
Drilling success

- 2004 – Q4 3/3
- 2005 – Q1 6/6

2005 Budget \$8-10MM

Drilling inventory 80 gross wells

PEACE RIVER ARCH



Recent production adds of 500 boe/d

ATTRIBUTES

Highly prospective land base

Deep Basin, Triassic Halfway & Light Oil prospect

Total land

- Gross 120,000
- Net 75,000

Total undeveloped

- Gross 100,000
- Net 70,000

Drilling success

- 2004 – Q4 2/2
- 2005 – Q1 5/5

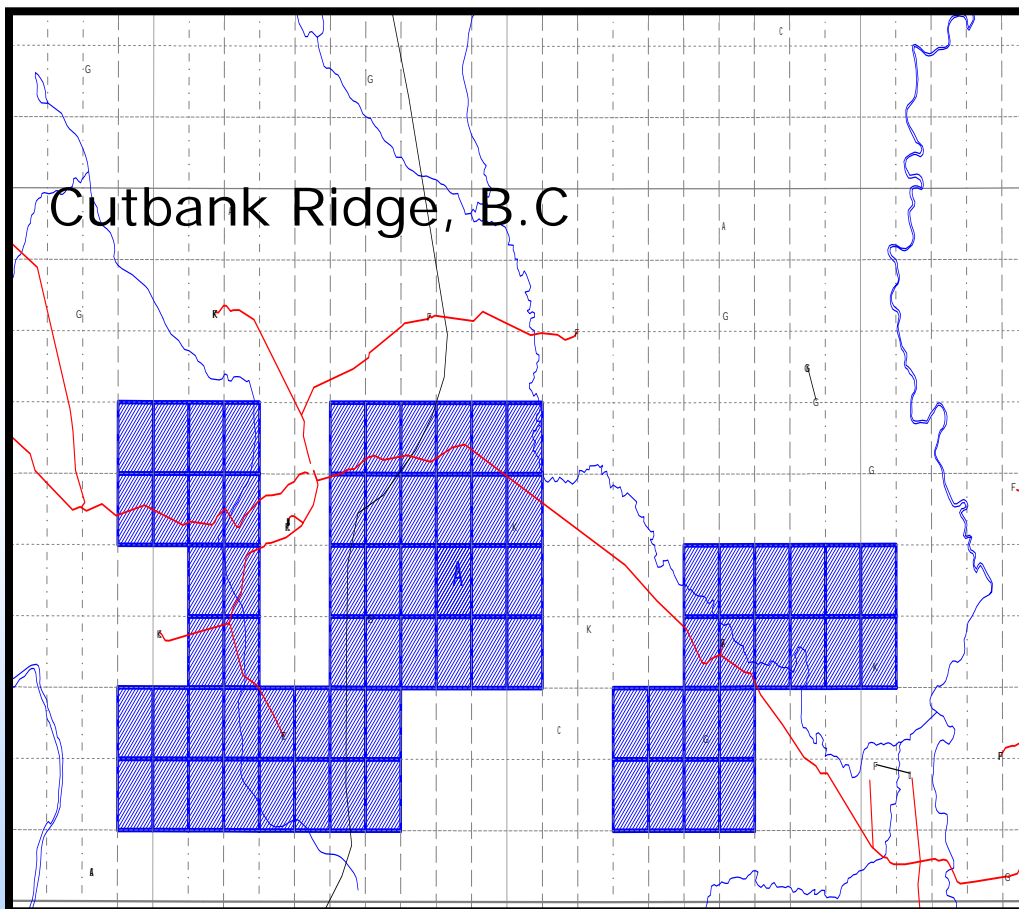
2005 Budget \$20-25MM

Drilling inventory 20-35 gross wells

Operated drilling and production

PEACE RIVER ARCH

DEEP BASIN



ATTRIBUTES

High potential multi-zone regional prospects

Cutbank Ridge, B.C. "resource play"

- *Cadomin reserves 1-2 bcf*
- *Additional zones 1-2 bcf*

Q1 2005 program

- *Initial multi-zone discovery well*

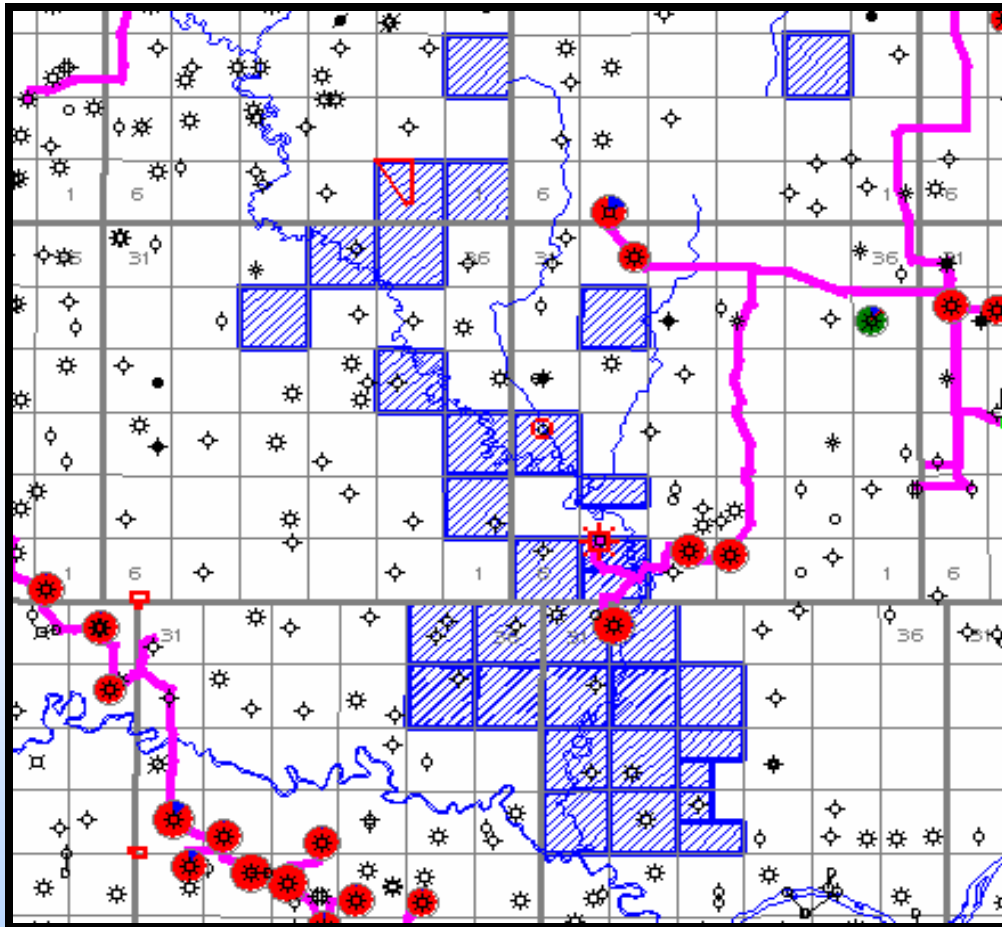
Summer program

- *Completion and tie-in to come*
- *two well drilling program*

Drilling inventory up to 15 wells

PEACE RIVER ARCH

Triassic Halfway



ATTRIBUTES

Highly successful, high multi-zone potential Midnight generated prospects

Total acreage

- Gross 25,000
- Net 15,000

Reasonable access to sour facilities

Q1 2005 program

- *New pool discovery 2+ mmcf/d*

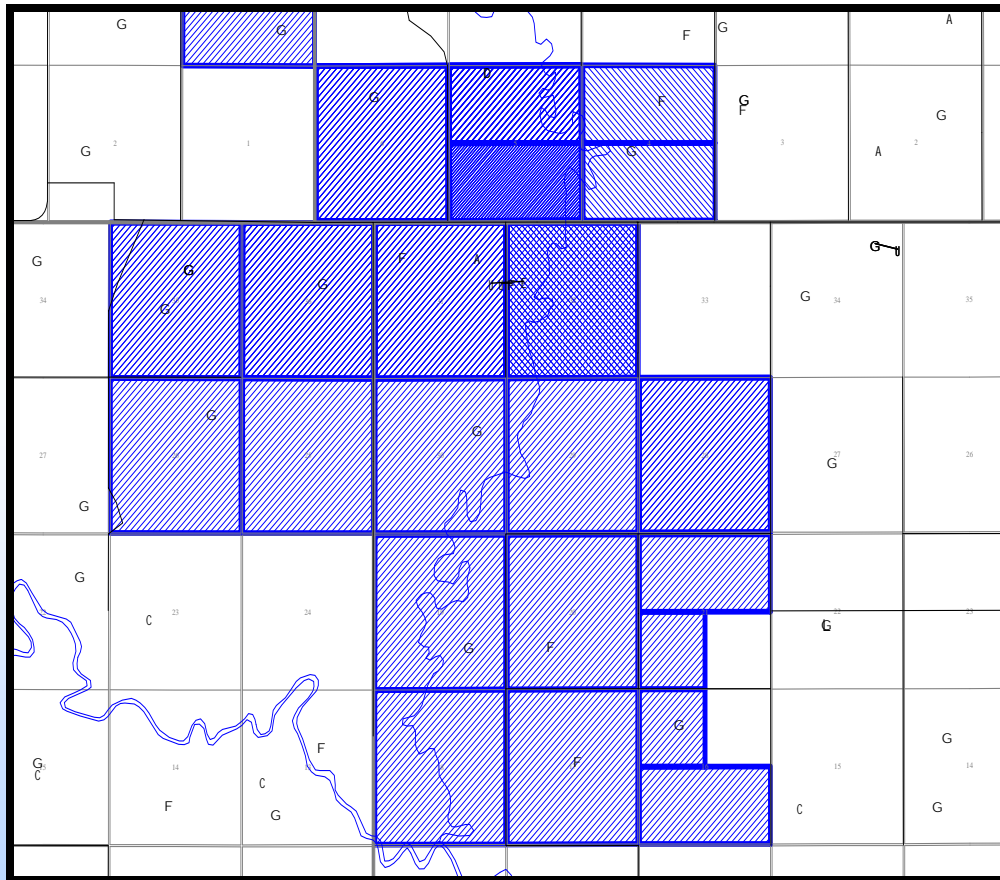
Summer program

- *Completion and tie-in*
- *two well drilling program*

Drilling inventory 3 - 7 locations

PEACE RIVER ARCH

Cretaceous Light Oil Project



ATTRIBUTES

New pool discovery

- *Light, sweet 50 boe/d*
- Elmworth

Lands controlled by Midnight/Daylight

Q1 2005 Program

- *Initial multi-zone discovery well*
- *Completion and tie-in to come*

Two stage program - Summer program

- *Four well drilling program*
- *Multi-zone exploration*

Potential follow-up

- *Up to 10 additional wells*

MIDNIGHT OIL EXPLORATION LTD.

2005 BUDGET

Area	Inventory	Gross Wells	Net Wells	2005 Total Capex \$MM
West Central	80	30	8-12	\$ 8-10
Peace River Arch	20-35	15-25	10-15	\$ 20-25
Deep Basin	10-15			
Triassic Halfway	5-10			
Cretaceous Oil	5-10			
	100-135	50-60	20-30	± \$ 30

SUMMARY AND HIGHLIGHTS

Midnight business model delivers results

- *High-end team generates opportunities & executes strategy*

Solid foundation for growth

- *Drilling success drives production growth*

Quality property base & large prospect inventory

- *Over 120 drilling locations*

Over 150,000 net undeveloped acres

- *Additional 30,000 acres of farm-in lands*

Another Great Start To Another Great Story