



NEWS RELEASE

October 31, 2008

MIDNIGHT OIL EXPLORATION LTD. CLOSES PREVIOUSLY ANNOUNCED SALE OF NON-CORE WEST CENTRAL AREA ASSETS

CALGARY, ALBERTA – (Marketwire - October 31, 2008) – Midnight Oil Exploration Ltd. (TSX – MOX)

Midnight Oil Exploration Ltd. is pleased to announce it has closed the previously announced sale of its non core assets in the West Central area of Alberta to Daylight Resources Trust (“Daylight”) effective October 1, 2008 in exchange for \$2.0 million cash and 3.75 million units of Daylight Resources Trust (TSX - DAY.UN). In addition, Midnight is pleased to announce that it has executed the previously announced farmout and participation agreements relating to a portion of its winter program with Daylight Resources Trust.

Midnight is a publicly listed junior oil and gas exploration and development company based in Calgary, Alberta. Midnight’s shares trade on the TSX under the symbol “MOX”.

FOR FURTHER INFORMATION PLEASE CONTACT:

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