



4 November 2010

Companies Announcement Office
Australian Securities Exchange Limited
10th Floor, 20 Bond Street
SYDNEY NSW 2000

Dear Sir,

ADVENT ENERGY CLARIFICATION OF RECENT MEDIA REPORTS

MEC Resources (ASX: MMR) wishes to clarify recent media statements regarding its investee company Advent Energy Ltd ("**Advent**").

GAIL Investment Discussions and Media Coverage in India

Indian media coverage overnight has reported GAIL's chairman and managing director B.C. Tripathi as stating that India's largest gas transmission and marketing company, GAIL (India) Ltd, is negotiating an equity stake in unlisted Australian oil and gas exploration firm Advent.

The media has quoted GAIL's Chairman as saying "We are in discussions with Advent. The talks are in initial stages. The talks are about taking equity in the company".

As these talks were in initial stages it was not appropriate for Advent or any of its major investors to release details to the market.

MEC Resources advised the ASX on 03 November 2010 that earlier coverage by the Indian media of a \$1 billion deal involving GAIL taking a 25% equity position in Advent Energy was incorrect.

Advent has previously announced it had received approaches from international oil and gas companies to farm in to the PEP11 project offshore NSW, and that the company continues to actively promote its major project to strategic investors as part of its capital raising program.

Discussions with international companies have also involved equity stakes concurrent with a right of first refusal for LNG offtake at market prices. These confidential discussions have not reached a stage where they can be disclosed to the market.

Advent is an unlisted public company and is issuing 12m shares in an ongoing book build process being managed by Pareto Securities.

The Pareto Group is an independent investment bank based in Oslo, Norway, with international offices in Singapore and New York. Pareto is highly ranked within the global energy financial sector and has over the last 3 years raised USD 25 billion for their clients. Pareto's client base includes international oil and gas majors, independent E&P companies and oil service organisations.

The major shareholders of Advent are MEC Resources Ltd (ASX: MMR)-51.14%, BPH Corporate Ltd (ASX: BPH) 19.06%, Talbot Group Investments 10.42% and Grandbridge Limited (ASX: GBA)-8.75%.

Yours sincerely,

A handwritten signature in black ink, appearing to read "D. Breeze".

David Breeze
Executive Director

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About MEC Resources

ASX listed MEC Resources (ASX: MMR) invests into exploration companies targeting potentially large energy and mineral resources. The Company has been registered by the Australian Federal Government as a Pooled Development Fund enabling most MEC shareholders to receive tax free capital gains on their shares and tax free dividends.

About Advent Energy

Advent Energy Ltd is an unlisted oil and gas exploration company, held by major shareholders MEC Resources (ASX: MMR), BPH Corporate (ASX: BPH) and Talbot Group Investments. Advent holds a strong portfolio of exploration and near-term production assets throughout Australia. Advent's cornerstone project lies off the coast of NSW in Petroleum Exploration Permit 11 (PEP11), and comprises gas prospects of multi-Tcf capacity. Advent Energy's wholly owned subsidiary Asset Energy Pty Ltd will increase its interest from 25% to 85% of PEP11 by drilling the first well. Bounty Oil and Gas (ASX:BUY) will thereby reduce their interest from 75% to 15%.

Notes:

In accordance with ASX listing requirements, the geological information supplied in this report has been based on information provided by geologists who have had in excess of five years experience in their field of activity.

MEC is an exploration investment company and relies on the resource and ore reserve statements compiled by the companies in which it invests. All Mineral Resource and Reserve Statements have been previously published by the companies concerned. Summary data has been used. Unless otherwise stated all resource and reserve reporting complies with the relevant standards. Resources quoted in this report equal 100% of the resource and do not represent MEC's investees' equity share.

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