



FOR IMMEDIATE RELEASE

NOVEMBER 8, 2002

CONNACHER OIL AND GAS LIMITED – EXPANDED CREDIT FACILITY

Calgary, AB. – **Connacher Oil and Gas Limited** (“Connacher” or the “Corporation”) – “**CLL**”– TSX-V – announces today that its lender, a Canadian chartered bank, has agreed to provide an expanded credit facility as a result of the Corporation’s successful year-to-date drilling program at Islay, Alberta.

The new facility, which is immediately available, totals \$7 million and is comprised of a \$4 million revolving demand loan (“Facility A”) and a \$3 million non-revolving acquisition / development demand loan (“Facility B”). It represents a \$3 million expansion of Connacher’s credit facilities at June 30, 2002.

Connacher’s current borrowings are \$2 million under Facility A, and as there are no associated repayment or loan reduction requirements, the Corporation will have approximately \$5 million of credit, cash flow from operations and anticipated gross proceeds of \$1.4 million from a recently-announced proposed private placement (“Private Placement”) of flow-through common shares from treasury to fund its ongoing growth activities and continuing capital investment programs.

During 2002, Connacher has drilled eleven (11) new 100% - owned wells at Lloydminster/Islay, Alberta resulting in eight cased oil wells, two natural gas wells and one abandoned well. Eight of the wells were drilled in September, October and early November 2002 and will start to impact on production levels and revenues in the fourth quarter 2002 as they are placed onstream and new volumes of oil and gas are marketed.

Connacher Oil and Gas Limited is a Calgary –based junior oil and gas exploration and production company. Its principal assets are located in the Lloydminster/Islay region of central eastern Alberta. Connacher’s common shares are listed for trading on the TSX Venture Exchange under the symbol “**CLL**”. There are presently 21.1 million common shares outstanding. Upon closing of the proposed Private Placement, presently scheduled on or before November 28, 2002, the Corporation will have 24.2 million common shares outstanding if the financing is fully-subscribed.

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*The TSX Venture Exchange has neither approved nor disapproved of the contents herein.
This Press Release contains forward looking information.*

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