



Emerald Bay Energy

For Immediate Release: Thursday, December 1, 2011

EMERALD BAY PROVIDES OPERATIONAL UPDATE

Calgary, Alberta, December 1, 2011 – Emerald Bay Energy Inc. (TSX Venture: EBY) (the “Corporation” or “Emerald Bay”) is pleased to provide an operational update on recent events.

CORPORATE

The Board of Directors of Emerald Bay Energy announces the recent passing of Leonard D. Rice. Leonard served as the Chairman of The Board of Directors of the Corporation. As one of the original founders, he joined the Emerald Bay board of directors in 1998 and was a driving force in shaping the Corporation’s vision. Leonard was a true risk-taker who enjoyed the challenge associated with oil and gas exploration, and was a dedicated director and officer. We pass along our sincere condolences to the family and friends of Mr. Rice.

TEXAS

Drilling operations are being prepared for the Emerald Bay Imhoff #1 test well in Guadalupe County Texas. The drill site has been built, to serve operations. Hazelett Drilling has been contracted to drill the test well. Wet surface conditions delayed the rig moving on the lease this past weekend, and it is anticipated that the rig will move on this location and the commencement of drilling operations is expected by Tuesday of next week.

The JN Wilson “A” lease has recently been surveyed for an in-fill drilling program at our Taylor-Ina field in Medina County. A six to seven well drilling program is being planned for Q1 of 2012.

Mineral leasing operations continue for the Company in Medina, Atascosa, Frio, and Guadalupe Counties as Emerald Bay’s development focus transitions to liquids rich opportunities in Texas

ABOUT EMERALD BAY

Emerald Bay Energy Inc., based in Calgary, is a junior oil and gas producer with production properties in Western Canada and South Texas. The common shares of Emerald Bay trade on the TSX Venture Exchange under the symbol “EBY”. Please visit www.emeraldbayenergy.com.

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If you would like to receive press releases via email please contact aman@chfir.com. Please specify "Emerald Bay press releases" in the subject line.

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Forward-Looking Statements

This press release includes statements that may constitute "forward-looking" statements, usually containing the words "believe," "estimate," "project," "expect", "plan", "intend", "anticipates", "projects", "potential" or similar expressions.. Forward-looking statements inherently involve risks and uncertainties that could cause actual results to differ materially from the forward-looking statements. Forward-looking statements are statements that are not historical facts.

Information inferred from the interpretation of drilling results may also be deemed to be forward looking statements, as it constitutes a prediction of what might be found to be present when and if a well is actually developed. BOE's may be misleading, particularly if used in isolation. A BOE conversion ratio of 6 Mcf: 1 Bbl is based on energy equivalency conversion method primarily applicable at the burner tip and does not represent a value equivalency at the wellhead. The reader is cautioned that assumptions used in the preparation of such information, which are considered reasonable by Emerald Bay at the time of preparation, may prove to be incorrect. Actual results achieved will vary from the information provided and the variations may be material. There is no representation by Emerald Bay that actual results achieved will be the same in whole or part as those indicated in the forward-looking statements. Forward-looking statements in this document include statements regarding the Company's exploration, drilling and development plans, the Company's expectations regarding the timing and success of such programs. In particular, forward-looking information in this news release includes, but is not limited to, statements with respect to: pipeline acquisitions and leasing; pipeline permits, pipeline construction, production estimates, drilling operations, completion operations, funding and development goals. Although we believe that the expectations reflected in the forward-looking information are reasonable, there can be no assurance that such expectations will prove to be correct. We cannot guarantee future results, level of activity, performance or achievements. Consequently, there is no representation that the actual results achieved will be the same, in whole or in part, as those set out in the forward-looking information. Factors that could cause or contribute to such differences include, but are not limited to, fluctuations in the prices of oil and gas, uncertainties inherent in estimating quantities of oil and gas reserves and projecting future rates of production and timing of development activities, competition, operating risks, acquisition risks, liquidity and capital requirements, the effects of governmental regulation, adverse changes in the market for the Company's oil and gas production, dependence upon third-party vendors, and other risks detailed in the Company's periodic report filings with the applicable securities regulators.