



NEWS RELEASE

AMERICAN EXPLORATION CORP. REACHES LETTER OF INTENT ON OPTION TO ACQUIRE OIL AND GAS LEASES ON 5,000 ACRES

Calgary, Alberta - Nov. 3, 2008 –PR NEWSWIRE/FIRSTCALL – American Exploration Corp., a Nevada company (“the Company”), symbol OTCBB: AEXP, has signed an option to acquire oil and gas leases on 5000 exploration acres in the onshore region of the Gulf Coast of the United States.

Under the terms of the Option Agreement, American Exploration Corp. will acquire a 75% Net Revenue Interest (100% working interest) in the leases. The Company agrees to advance a non-refundable deposit to the current landholder with the balance of the lease option acquisition fee due upon closing.

The Lease Option Agreement is subject to the standard due diligence by American Exploration Corp.’s land team and management.

About American Exploration Corp.

American Exploration Corp. is engaged in the exploration and development of oil and gas prospects with the potential for discovery of new or unconventional hydrocarbon resources in the continental United States.

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AMERICAN EXPLORATION CORP.

NEWS RELEASE – Cont'd

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