

NEWS RELEASE

DATE: October 8, 2010

Oilsands Quest Provides Results and Webcast of Annual General Meeting

Calgary, Alberta – Oilsands Quest Inc. (NYSE Amex: BQI) (“Oilsands Quest” or the “Company”) held its annual general meeting Thursday October 7, 2010 in Calgary.

The following Class C directors were re-elected to the Board of Directors: Brian F. MacNeill, Paul Ching and Ronald Phillips. These elected directors will serve for a three year term until the Corporation's 2013 annual meeting. The Board also includes Class A directors Christopher H. Hopkins, Gordon Tallman, John Read, and Pamela Wallin, and Class B directors Ronald Blakely and T. Murray Wilson. The meeting also approved KPMG as auditors of the Company.

Once the formal meeting was adjourned, Mr. Brian MacNeil, Acting Chief Executive Officer and Mr. Ronald Blakely, non-executive Chairman of the Board, provided an update on operational matters and the status of the review of strategic alternatives now underway at Oilsands Quest, including comments on the Company’s efforts to secure near-term liquidity.

An audio recording of the proceedings of the meeting with the slide presentation and question and answer session is available on the Company’s website at www.oilsandsquest.com.

About Oilsands Quest

Oilsands Quest Inc. (www.oilsandsquest.com) is exploring and developing oil sands permits and licences, located in Saskatchewan and Alberta, and developing Saskatchewan's first global-scale oil sands discovery. It is leading the establishment of the province of Saskatchewan's emerging oil sands industry.

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