



ABN 45 066 383 971

## FY18 First Half Financial Results

**20<sup>th</sup> February 2018**

**Cue Energy Resources Ltd (ASX:CUE)** today announced its FY18 First Half financial report which displays the ongoing outcomes of the implementation of the Company strategy of maintaining a sustainable business that is focused on delivering disciplined growth and providing step change opportunities to maximise shareholder value.

### **SUMMARY – 2018 First Half Financial Results**

- \$3.4 million after tax profit
- Administration costs reduced by 63%
- \$11.34 million cash with no debt

### **Sustainable business**

- \$3.4 million after tax profit reported for first half of FY18
- Administration costs were reduced 63% to \$1.3 million as a result of organisation structural changes and ongoing cost control
- Production costs reduced by 22%
- Cash on hand of \$11.34 million, a reduction of \$1.08 million over the half, which includes \$1.2 million of one off restructuring costs expended
- Production revenue down 29.6% from the corresponding period, due to production disruptions associated with Maari WHP repairs, long term changes to production facilities at Sampang and field decline
- Cue has no debt

### **Sustainable Growth**

- Cue announced the successful completion of the Sampang sustainability project, converting the Oyong field to gas only, significantly lowering operating costs and extending the life of the field
- Paus Biru-1 nearfield exploration well in Sampang PSC was approved by the Joint Venture and is expected to be drilled in 2018
- Successful workover of the MN1 well at Maari resulted in significant increase in production from the well

### **Step Change Opportunities**

- Farmout agreement with Beach Energy for 21% equity in WA-359-P
- BP Option agreement over 42.5% equity in WA-359-P extended until April 2018
- 75% funding for the Ironbark-1 well conditionally confirmed through the BP and Beach agreements
- Beach Energy Option agreement over WA-409-P executed

Further details of the results can be reviewed in the Appendix 4D and the Interim Financial Report to 31 December 2017 released today.