



Cue Energy Resources Limited

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FACSIMILE TRANSMISSION

TO : Company Announcements Office
10th Floor
20 Bond Street
Sydney NSW 2000

DATE : 18 July 2005

PAGES (including this page):2

FROM : Andrew Knox

RE : **Jeruk -2 ST4 Drilling Report**

Attached please find Cue Energy Resources Limited's release with respect to the above mentioned.

Yours faithfully

A handwritten signature in black ink that reads "Andrew Knox".

Andrew M Knox
Public Officer



Cue Energy Resources Limited

A.B.N. 45 066 383 97

RELEASE

Jeruk -2 ST 4 Drilling Report

At 6.00am on Monday 18 July, Jeruk-2 ST4 operations were:- pulling out of hole with 6 inch coring assembly after cutting core 1.

A 7 inch liner has been run in the hole over the interval 4860-5088 metres. The current depth of the well is 5123 metres (measured depth).

An earlier open hole test in the primary Kujung carbonate objective over the interval 4974 to 5100 metres was curtailed due to operational problems. During the initial clean up period a mixture of oil and drilling fluids was flowed to surface at an unstabilised rate before the test was discontinued.

Planned total depth of the sidetrack is 5570 metres measured depth.

Participants in Jeruk and the Sampang PSC are:

Cue Sampang Pty Ltd	15%
Santos (Sampang) Pty Ltd	45% (Operator)
Singapore Petroleum Sampang Pte Ltd	40%

Any written queries regarding the announcement should be directed to the Company on (03) 9670 8668 or email mail@cuenrg.com.au.

A handwritten signature in blue ink, appearing to read "R. J. Coppin".

Robert J Coppin
Chief Executive Officer

18 July 2005