

22 August 2022

PV-12 Drilling update

The Operator of the Palm Valley joint venture, Central Petroleum Limited (“Central”) (ASX: CTP) advises that as at 0600 hrs ACST on 20 August 2022, the Palm Valley 12 (PV12) well in OL3, Southwest of Alice Springs in the Northern Territory was at a measured depth of 2,431m in the lower P2 and P3 units of the Pacoota Formation.

Water has been recovered from the wellbore and chemical analysis has determined it to be formation water. A combination of the presence of formation water and the absence of significant gas shows during drilling has led to a decision by the joint venture to curtail further drilling in the lower P2 and P3 sidetrack. Preparations are now underway to plug and abandon this lateral section of the well and prepare for sidetrack operations into the P1 unit of the Pacoota Formation.

The P1 formation is the currently producing formation at Palm Valley. A successful PV12 lateral in the P1 formation will be tied into existing production facilities and sold into strong Northern Territory and east coast gas markets.

The PV12 ST1 well is being drilled under a joint venture between Central (50% interest), New Zealand Oil & Gas Limited (ASX: NZO) (35% interest) and Cue Energy Resources Limited (ASX: CUE) (15% interest)

Authorised by the CEO, Matthew Boyall

Any queries regarding this announcement should be directed to the Company on +61 3 8610 4000 or email mail@cuenrg.com.au.

About Cue Energy

Cue Energy Resources Limited is an Australian Securities Exchange (ASX:CUE) listed oil and gas production and exploration company based in Melbourne. Cue's H1 FY2022 revenue was A\$18 million from gas and oil production from the Mahato and Sampang PSCs in Indonesia, Mereenie, Palm Valley and Dingo fields onshore Australia and the Maari field, offshore New Zealand.

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