



Cue Energy Resources Limited

A.B.N. 45 088 383 971

Level 21
114 William Street
Melbourne Victoria 3000
Australia

Telephone: (03) 9670 8668
Facsimile: (03) 9670 8661
Email: mail@cuenrg.com.au
Website: www.cuenrg.com.au

5 June 2009

Ms Kate Kidson
Principal Adviser, Issuers (Melbourne)
ASX Markets Supervision Ltd
Level 45
South Tower
525 Collins Street
Melbourne Vic 3000

Dear Kate,

**Re: Cue Energy Resources Limited (the "Company") Appendix 3Y –
Change of Director's Interest Notice**

I refer to your letter dated 3 June 2009, with regard to listing rules 3.19A and 3.19B and Guidance Note 22: Director Disclosure of Interests and Transactions and Securities in Obligation of Listed Entities and the questions therein.

In response to your questions regarding late lodging of the Appendices 3Y, we offer the following;

1. We regret that due to an administrative oversight the Appendices were not lodged within the required timeframe.
2. Cue has existing administrative procedures in place with its directors to ensure that it meets its disclosure obligations under listing rule 3.19A.
3. Cue's existing procedures are enforced and over a considerable period have been shown to be adequate. However, we are reviewing our existing procedures to ensure that they remain appropriate and are able to ensure ongoing compliance.

Yours sincerely,

Robert J Coppin
Chief Executive Officer



ASX Markets Supervision Pty Ltd
ABN 26 087 780 489
Level 45
South Tower
525 Collins Street
Melbourne VIC 3000

GPO Box 1784
Melbourne VIC 3001

Telephone 61 3 9617 7831
Facsimile 61 3 9614 0303
www.asx.com.au

3 Jun 2009

Mr Andrew Knox
Company Secretary
Cue Energy Resources Limited
Level 21
114 William Street
MELBOURNE VIC 3000

By email only

Dear Andrew

Cue Energy Resources Limited (the "Company") Appendix 3Y – Change of Director's Interest Notice

We refer to the following;

1. The Appendix 3Y lodged by the Company with ASX on 29 May 2009 for Mr Richard Tweedie;
2. The Appendix 3Y lodged by the Company with ASX on 29 May 2009 for Mr Ernest Albers;
3. The Appendix 3Y lodged by the Company with ASX on 29 May 2009 for Mr Leon Musca.
4. Listing rule 3.19A which requires an entity to tell ASX the following:
 - 3.19A.1 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the following times.
 - On the date that the entity is admitted to the official list.
 - On the date that a director is appointed.The entity must complete Appendix 3X and give it to ASX no more than 5 business days after the entity's admission or a director's appointment.
 - 3.19A.2 A change to a notifiable interest of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust). The entity must complete Appendix 3Y and give it to ASX no more than 5 business days after the change occurs.
 - 3.19A.3 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the date that the director ceases to be a director. The entity must complete Appendix 3Z and give it to ASX no more than 5 business days after the director ceases to be a director.
5. Listing rule 3.19B which states as follows.

An entity must make such arrangements as are necessary with a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) to ensure that the director discloses to the entity all the information required by the entity to give ASX completed Appendices 3X, 3Y and 3Z within the time period allowed by listing rule 3.19.A. The entity must enforce the arrangements with the director.

6. The Companies Update dated 27 June 2008, reminding listed entities of their obligation to notify ASX within 5 business days of the notifiable interests in securities held by each director and outlining the action that ASX would take in relation to breaches of listing rules 3.19A and 3.19B.

As the Appendices 3Y indicate that changes in the directors' relevant interests occurred on 14 May 2009; it appears that the Directors' Notices should have been lodged with ASX by 21 May 2009. Consequently, the Company may be in breach of listing rules 3.19A and/or 3.19B. It also appears the directors concerned may have breached section 205G of the Corporations Act.

Please note that ASX is required to record details of breaches of the listing rules by listed companies for its reporting requirements.

ASX reminds the Company of its contract with ASX to comply with the listing rules. In the circumstances ASX considers that it is appropriate that the Company make necessary arrangements to ensure there is not a reoccurrence of a breach of the listing rules.

Having regard to listing rules 3.19A and 3.19B and Guidance Note 22: "Director Disclosure of Interests and Transactions in Securities - Obligations of Listed Entities", we ask that you answer each of the following questions:

1. Please explain why the Appendices were lodged late.
2. What arrangements does the Company have in place with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19A?
3. If the current arrangements are inadequate or not being enforced, what additional steps does the Company intend to take to ensure compliance with listing rule 3.19B?

Your response should be sent to me by return e-mail or by facsimile on facsimile number (03) 9614 0303. It should not be sent to the Company Announcements Office.

A response is requested as soon as possible and, in any event, not later than half an hour before the start of trading (ie before 9.30 a.m. A.E.S.T.) on Tuesday, 9 June 2009.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a form suitable for release and should separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Yours sincerely,

Sent electronically without signature

Kate Kidson
Principal Adviser, Issuers (Melbourne)