



Cue Energy Resources Limited

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FACSIMILE TRANSMISSION

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

DATE : 30 May 2005

PAGES (including this page): 2

FROM : Andrew Knox

RE : **Jeruk -2 ST 4 Appraisal Sidetrack Begins**

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 Appraisal Sidetrack Begins

Cue is pleased to announce that the reentry of Jeruk -2 began on 29 May 2005. The Jeruk oil discovery is located in the Sampang Production Sharing Contract area, offshore East Java, Indonesia, in approximately 44 metres water depth.

It is planned to sidetrack the well out of the existing well bore with the objective of intersecting the reservoir at a point about 200 metres south west of the Jeruk -2 sidetrack 2 reservoir penetration and to then run a production test at the top of the reservoir before cutting a number of cores. Additional production tests will be run deeper in the well as required. The planned total depth is 5570 metres measured depth.

The well should be finished in around 85 days, depending on coring and testing requirements.

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 queries regarding this announcement should be directed to the Company on 03 9629 7577.

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

Robert J Coppin
Chief Executive Officer

30 May 2005