



Cue Energy Resources Limited

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DATE : 23 June 2006

PAGES (including this page):2

FROM : Andrew Knox

RE : **Drilling Update Indonesia**

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". The signature is written in a cursive, flowing style.

Andrew M Knox
Public Officer



Cue Energy Resources Limited

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RELEASE

Drilling Update Indonesia

Jeruk -3 ST1

A 7 inch liner has been run and cemented at a depth of 5085 metres measured depth (4808 metres vertical depth).

The forward plan is to drill ahead in 6 inch hole to evaluate the reservoir.

Flow testing and coring will be undertaken as required.

Participants in the Sampang PSC are:

Santos (Sampang) Pty Ltd	40.5% (Operator)
Singapore Petroleum Sampang Ltd	36%
Cue Sampang Pty Ltd	13.5%
PT Petrogas Oyong Jatim*	10%

*Subject to finalization.

Any 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

23 June 2006