



Cue Energy Resources Limited

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

DATE : 11 June 2009

PAGES (including this page): 2

FROM : Andrew Knox

RE : **Cue to Make Non-Renounceable Pro-rata Entitlement Offer**

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

Cue to Make Non-Renounceable Pro-rata Entitlement Offer

The directors of Cue Energy Resources Limited have resolved to make a non-renounceable pro-rata entitlement offer to eligible shareholders of one new share (**New Share**) for every five existing shares held at an offer price of A\$0.15 for each New Share (**Entitlement Offer**). Eligible shareholders (other than Todd Petroleum Mining Company Limited and its associates) will also be entitled to subscribe for additional New Shares attributable to entitlements which are not taken up by shareholders under the Entitlement Offer (**Shortfall Offer**).

The Entitlement Offer and the Shortfall Offer will not be underwritten.

The issue of up to 125,647,801 shares under the Entitlement Offer and the Shortfall Offer will raise up to approximately A\$18.8 million (before expenses). The offer document will be sent to shareholders by 25 June 2009.

Use of funds

Funds raised from the Entitlement Offer and the Shortfall Offer will be applied with existing funds to augment working capital, and in particular, to assist in the development of the Wortel gas field in Indonesia, appraisal of the Manaia oil discovery in New Zealand and ongoing exploration.

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

11 June 2009