



Cue Energy Resources Limited

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DATE : 22 February 2008

PAGES (including this page): 2

FROM : Andrew Knox

RE : **Weekly Drilling Report Cobra -1: 22nd February 2008**

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



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RELEASE

Weekly Drilling Report Cobra -1: 22 February 2008

Oil Search, the operator for PPL190, reports as at 22 February 2008:

that as at 0600 hours on 22 February, the Cobra -1 well had recovered lost tubing in hole during cementing operations. During the week, the original hole was re-entered to 167m and was being cemented prior to enlarging when the hole collapsed. The "fish" has now been recovered.

Cobra -1 is located in PPL 190 and lies 13 kilometres east of the SE Gobe oil field and 7 kilometres east of the Bilip oil discovery. The well is targeting the lagifu Sandstone, which is the principal reservoir in the Gobe and SE Gobe fields, in a seismically-defined sub-thrust prospect. Cobra -1 is the first in PNG to target a sub-thrust play as the primary target.

The planned total depth of the well is 3,100 metres.

The participants in the PPL 190 are:

Oil Search Limited (Operator)	62.556%
Murray Petroleum Company	26.497%
Cue PNG Oil Company	10.947%

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 black ink that reads "Andrew Knox".

Andrew Knox
Public Officer

22 February 2008