



Cue Energy Resources Limited

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FACSIMILE TRANSMISSION

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

DATE : 14 February 2005

PAGES (including this page):2

FROM : Andrew Knox

RE : **Proposed Petrochemical Plant
Port Moresby - Papua New Guinea**

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



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RELEASE

Proposed Petrochemical Plant

Port Moresby - Papua New Guinea

Cue Energy Resources Limited (ASX Code: CUE) is pleased to announce that Oil Search Ltd has entered into agreements with Mitsubishi Gas Chemical Company Inc and Itochu Corporation to progress a proposed petrochemical plant to be located at Napa Napa, near Port Moresby. The agreements allow for negotiations on a comprehensive gas supply agreement and plant and market feasibility to begin.

Cue has a 10.72% interest in PRL 8 which contains the Kimu gas field and a 14.89% interest in PRL 9 which contains the Barikewa gas field. Cue's share of recoverable natural gas in each of these fields is approximately 97 BCF and 120 BCF, respectively.

The Company welcomes discussions with Oil Search and other joint venture partners for the supply of gas for the proposed petrochemical plant.

Any queries regarding the announcement should be directed to the Company on (03) 9629 7577 or email mail@cuenrg.com.au.

A handwritten signature in black ink, appearing to read 'Andrew Knox'.

Andrew Knox
Public Officer

14 February 2005