



Cue Energy Resources Limited

A.B.N. 45 066 383 971

28 June 2012

PAGES (including this page): 3

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

Banambu Deep-1 Drilling Update, WA-389-P

Attached please find Cue Energy Resources Limited release with respect to the above mentioned.

Yours faithfully

Andrew M Knox
Public Officer

CUE ENERGY OVERVIEW

Cue is an Australian based oil & gas company with projects in Australia, New Zealand, Indonesia and PNG.

THE COMPANY HAS:

- Long life production
- A strong balance sheet
- An active exploration program

CUE ENERGY DIRECTORS

- Richard Tweedie (Chairman)
- Timothy Dibb
- Geoffrey King
- Steve Koroknay
- Paul Moore
- Leon Musca
- Andrew Young

CUE ENERGY MANAGEMENT

- Mark Paton (CEO)
- Andrew Knox (CFO)
- David Whittam (Exp Man)
- Alex Parks (CCO)

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LISTINGS

ASX:	CUE
NZX:	CUE
POMSOX:	CUE
ADR/OTCQX:	CUEYY



Cue Energy Resources Limited

A.B.N. 45 066 383 971

RELEASE

(ASX: CUE; NZX: CUE; POMSOX: CUE; ADR/OTC: CUEYY)

Banambu Deep-1 Drilling Update, WA-389-P

Cue Energy Resources Limited (ASX Code: CUE) provides the following update on the Banambu Deep-1 exploration well in permit WA-389-P offshore Carnarvon Basin, Western Australia.

Progress

The operator has advised that the well reached total depth of 4696 mMD at 12:45 hrs 26th June 2012 within the Mungaroo Formation. Since the last report the 216mm (8 ½”) hole was drilled through the primary and secondary reservoir objectives and wire-line logs were obtained. The fluvial sandstone units were intersected according to pre-drill prediction; however both intervals are water-bearing.

Forward Plan

Operator will complete the wire-line logging programme and commence plug and abandon operations.

Location

The Banambu Deep-1 well is located in permit WA-389-P, in the Carnarvon Basin, Western Australia (Figure 1). Water depth at the well location is 320m.

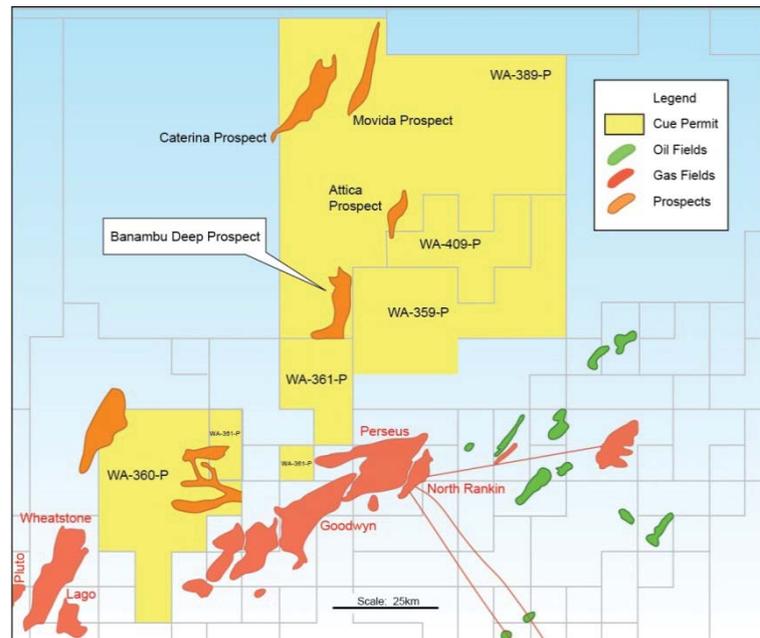


Figure 1: Location of Banambu Deep Prospect

Participants

Following government approvals of the recent farm in transaction with BHP Billiton the participants and their respective interests in the permit will be:

Woodside Burrup Pty Ltd (<i>Operator</i>)	25%
Cue Exploration Pty Ltd	35%
BHP Billiton (Australia) Pty Ltd	40%

Explanatory note: All measurements are from the rotary table, expressed in metres measured depth (mMD)

This will be the final release on the drilling of Banambu Deep-1.

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, appearing to be 'Mark Paton', with a large, sweeping flourish extending to the right.

Mark Paton
Chief Executive Officer

28th June 2012