



ASX Announcement

28 September 2009

Kontiki-1 Exploration Well in WA-314-P

Progress Report No 11

Karooon Gas Australia Ltd advises that at 06:00 hours (WST) today, the Kontiki exploration well was drilled to a total depth of 4600mrt and no additional sands were penetrated since the 24 September 2009 Progress Report. Interpretation of mudlogging and petrophysical data indicates some gas saturation in poor reservoir quality sands. The well will now be plugged and abandoned.

The Transocean Legend semi-submersible rig will mobilise shortly to the Poseidon-2 exploration well location in WA-398-P for an immediate commencement of drilling.

Kontiki-1 is the second well in a multi-well drilling program in the Browse Basin permits WA-314-P, WA-315-P and WA-398-P.

Equity interests of the participants post farm-out in WA-314-P and WA-315-P are:

Karooon Gas (Browse Basin) Pty Ltd	49%
ConocoPhillips (Browse Basin) Pty Ltd	51%

Equity interests of the participants in WA-398-P are:

Karooon Gas (Browse Basin) Pty Ltd	40%
ConocoPhillips (Browse Basin) Pty Ltd	60%

Kontiki-1 Location:

Latitude: 13 deg 24' 44.02" S	Northing: 8 517 117 mN
Longitude: 122 deg 08' 46.82" E	Easting: 407 580 mE

Note: mRT = m rotary table (datum for drill depth measurement) = mTVDSS+25m

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