



## Cue Energy Resources Limited

A.B.N. 45 066 383 971

### **RELEASE**

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

### **Naga Utara-1 Well, Mahakam Hilir PSC, Indonesia**

Cue Energy Resources Ltd is pleased to provide the following update on the drilling status of Naga Utara-1. The well is located within the Mahakam Hilir PSC in the Kutei Basin, Indonesia. The well operator is SPC Mahakam Hilir PTE Ltd (SPC).

It is proposed to drill to a total depth of 5500 ft Measured Depth (MD) and is expected to take approximately 13 more days to complete evaluating the well including well testing if required.

As of 31<sup>st</sup> January 2012 the well is at 3222 ft MD. The 9 5/8 inch casing was set in the previous section down to 3000 ft and the 8 1/2 inch hole is currently being drilled. Forthcoming operations will be to complete drilling the 8 1/2 inch section to 5500 ft TD and evaluate the section using wire-line logs.

The participants and their respective interests in the PSC are:

SPC Mahakam Hilir Pte Ltd ( <i>Operator</i> )	60%
Cue Mahakam Hilir Pty Ltd	40%

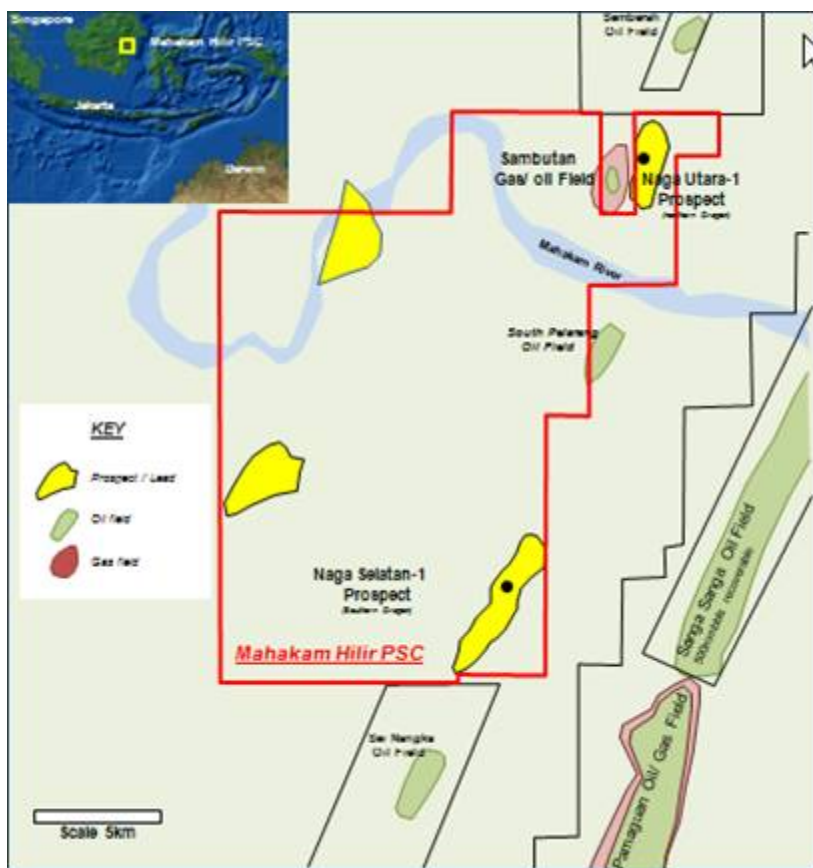
Cue will continue to release reports of well progress on a weekly basis.

Any queries regarding the announcement should be directed to the Company on (03) 9670 8668 or email [mail@cuenrg.com.au](mailto:mail@cuenrg.com.au)

A handwritten signature in black ink, appearing to read 'Mark Paton'.

Mark Paton  
*Chief Executive Officer*

1<sup>st</sup> February 2012



**Figure 1 - Location of Mahakam Hilir PSC, Indonesia**