



Cue Energy Resources Limited

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TO : Company Announcements Office
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20 Bond Street
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DATE : 20 December 2007

PAGES (including this page):2

FROM : Andrew Knox

RE : **Oyong Production Update**

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

Oyong Production Update

Cue is pleased to announce that Oyong oil production is continuing at a stable average rate of approximately 8500 barrels of oil per day.

Cue has received a payment of US\$3.5 million for its 37,500 barrel share of the first Oyong oil shipment and a further shipment of 300,000 barrels, Cue share 45,000 barrels, is expected around 23 December 2007.

The participants in the Sampang PSC are:

Santos (Sampang) Pty Ltd (Operator) 45%
Singapore Petroleum Company Limited 40%
Cue Sampang Pty Ltd 15%

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 blue ink, appearing to read "R. J. Coppin".

Robert J Coppin
Chief Executive Officer

20 December 2007