

1 July 2022

MAHATO PSC UPDATE – PB-18 PRODUCTION WELL ONLINE

New Zealand Oil & Gas subsidiary, Cue Energy Resources (ASX:CUE), has provided an update that oil production well PB-18 in the Mahato PSC, Indonesia, has been successfully drilled and completed and is producing approximately 1000 barrels of oil per day (bopd).

The update release is attached.

Cue has a 12.5% interest in the Mahato PSC. New Zealand Oil & Gas has a 50.04% interest in Cue.

For further information please contact the Company on:

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ASX Announcement

01 July 2022

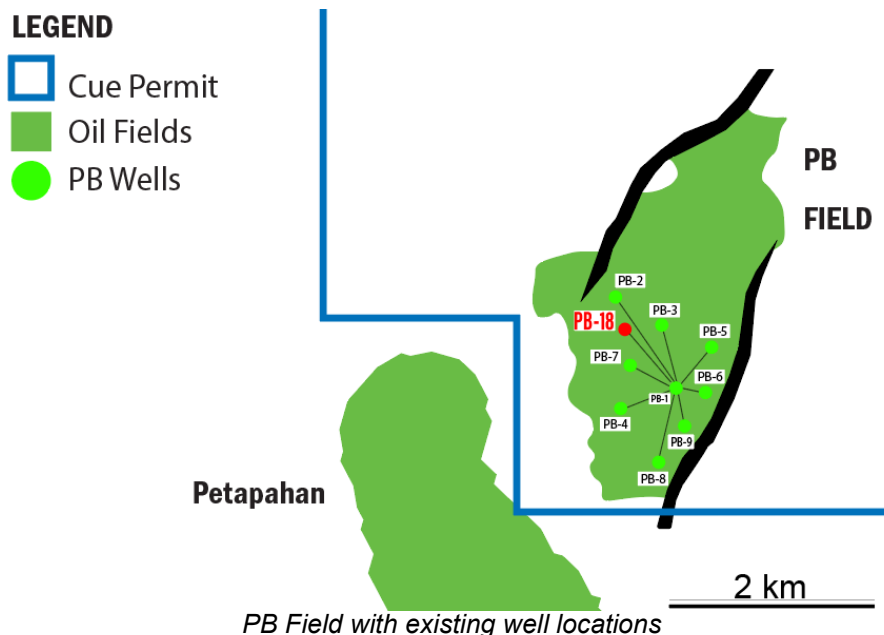
Mahato PB-18 production well online

Oil production well PB-18 in the Mahato PSC, Indonesia, has been successfully drilled and completed and is producing approximately 1000 barrels of oil per day (bopd).

PB-18 is the ninth production well in the PB field and the first well in the current 14 well drilling campaign that was announced by Cue on 14 June 2022. The well was completed in the Bekasap B and C sands, consistent with other production wells in the field.

Total current production from the PB field is approximately 5000 bopd with the inclusion of PB-18. A workover is being undertaken on the PB-03 production well, which is expected to be completed and production resumed from this well in early July. Total field production is expected to increase as new wells are drilled over the coming months. The drilling rig is currently moving to the next planned well, PB-17, which is expected to start shortly.

Oil from the PB field is sold on a Dated Brent price basis with approximately a one to two dollar per barrel discount.



Participants in the Mahato PSC joint Venture are:

Texcal (Operator)	51%
Bukit Energy	25%
Cue	12.5%
Central Sumatra Energy	11.5%

Cue CEO Matthew Boyall commented on the results and field plans:

“1000 barrels of oil per day is another great result from a PB field production well. The current phase of development includes 11 more production wells and 2 injection wells, which are expected to be drilled at a rate of approximately one per month for the next year.”

“Existing oil processing and pipeline capacity is in place to enable immediate sales of new oil production and further capacity is planned to be built as later wells are drilled in the northern areas of the field. This direct access to market allows increasing production in the PB field to benefit from current high oil prices.”

Authorised for release by Matthew Boyall, CEO.

Any queries regarding this announcement should be directed to the Company on +61 3 8610 4000 or email mail@cuenrg.com.au.

About Cue Energy

Cue Energy Resources Limited is an Australian Securities Exchange (ASX:CUE) listed oil and gas production and exploration company based in Melbourne. Cue's H1 FY2022 revenue was A\$18 million from gas and oil production from the Mahato and Sampang PSCs in Indonesia, Mereenie, Palm Valley and Dingo fields onshore Australia and the Maari field, offshore New Zealand.

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