



**VICTORIA PETROLEUM N.L.** A.B.N 50 008 942 827

*Incorporated in Western Australia*

27 August 2010

**DRILLING REPORT FOR WALLOON COAL MEASURES COAL SEAM GAS PROJECT,  
PL 171, SURAT BASIN, QUEENSLAND**

Victoria Petroleum NL (**Vicpet**) has been advised by QGC Pty Limited - a BG Group business (**QGC**) and the Operator for PL 171, that the Carla-3 Coal Seam Gas (CSG) exploration well was drilled to a total depth of 607 metres, wire line logs run over the target Walloon Coal Measures, open hole testing carried out and 7 inch production casing run and set at 578 metres. The drilling rig will move, when road conditions allow, to start the drilling of the Alex-5 exploration well to a target depth of 599 metres.

Carla-3 was drilled as an exploration CSG well for the Carla CSG Project. This exploration and appraisal drilling program is the continuation of the evaluation of the CSG bearing potential and deliverability of the Walloon Coal Measures.

The aim of this initial and planned follow on drilling over the next six months is to build on the certifiable gross recoverable CSG reserves for PL 171.

PL 171 is interpreted to be situated in the prime Walloon Coal Seam Gas fairway on the eastern side of the Surat Basin.

Vicpet holds a 20% interest in PL 171.

For further information contact:

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