

ASX Release



PANCONTINENTAL Oil & Gas NL
ACN 003 029 543
ABN 95 003 029 543

PANCONTINENTAL OIL & GAS NL

www.pancon.com.au

MARKET DATA

ASX: PCL

12 month high: \$0.085

12 month low: \$0.054

Market cap: \$25M

Cash at bank: \$3.9M

Issued shares: 444M

PROJECTS

▪ Australia

Onshore Canning Basin
Offshore Carnarvon Basin

▪ Kenya

Offshore Lamu Basin

▪ Malta

Offshore Chebba Marin
Basin

▪ Namibia

Offshore

DIRECTORS & MANAGEMENT

David Kennedy
Chairman

Peter Munachen
Finance Director

Barry Rushworth
New Ventures Director

Ian Cornelius
Non-executive Director

Andy Svalbe
Non-executive Director

Matthew Batrick
General Manager

CONTACT DETAILS

Pancontinental Oil & Gas
Ground Flr 288 Stirling St
Perth Western Australia

T: +61 8 9227 3220

F: +61 8 9227 3211

E: info@pancon.com.au

05 November 2007

Stokes Bay-1 Exploration Well Drilling Update

Pancontinental Oil and Gas NL (ASX: PCL) wishes to advise that Joint Venture (JV) partner and operator of the EP 104 & R1 Onshore Canning Basin project, Arc Energy (ASX: ARQ), has announced that the current operation at the Stokes Bay-1 well bore is running flow test.

Since the last report on 1st November, production tubing has been run in the well and a production flow test commenced at 17:00 hours on Sunday 4 November.

The well has been flowing at relatively steady rates of some 3,000 to 4,000 barrels of fluid per day at a well head pressure of some 30 psi. Fluids recovered to date appear from salinity and density measurements to be drilling mud and associated fluids. Equity positions in the deepened section of the Stokes Bay-1 well are now:

• ARC Energy Limited	38.95% (Operator)
• Empire Oil and Gas NL	14.80%
• Emerald Oil & Gas NL	12.75%
• Pancontinental Oil & Gas NL	10.00%
• Phoenix Resources PLC	10.00%
• First Australian Resources Limited	08.00%
• Indigo Oil Pty Ltd	05.50%

In excess of [10,000] barrels of drilling fluids were lost during drilling and completion and some [1,500] barrels have been recovered. The test will be continued until formation fluids are identified. No hydrocarbons have been observed to date

Enquiries: Matthew Batrick,
General Manager

Tel: 08 9227 3220,

Fax: 08 9227 3211,

Email: info@pancon.com.au

The summary report on the oil and gas projects is based on information compiled by Mr M A Batrick, BSc, MAAPG, MPESA, MAICD, MPESGB, General Manager of Pancontinental Oil & Gas NL. Mr Batrick has the relevant degree in geology and has been practising petroleum geology for 26 years. Mr Batrick is a full-time employee of Pancontinental Oil & Gas NL and has consented in writing to the inclusion of the information stated in the form and context in which it appears.