

ASX Release



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

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MARKET DATA

ASX: PCL

12 month high: \$0.085

12 month low: \$0.047

Market cap: \$21M

Issued shares: 444M

PROJECTS

- **Australia**
Onshore Canning Basin
Offshore Carnarvon Basin
- **Kenya**
Offshore Lamu Basin
- **Malta**
Offshore Chebba Marin Basin
- **Namibia**
Offshore, Walvis Basin

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 Battrick
General Manager

CONTACT DETAILS

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26 November 2007

Stokes Bay-1 Exploration Well Drilling Update

Pancontinental Oil and Gas NL (ASX: PCL) wishes to advise that Joint Venture (JV) Operator Arc Energy (ASX: ARQ) advises that operations at the Stokes Bay-01 have currently been suspended due to heavy rain and will be resumed when weather allows.

Since the last report on November 15th announcing that testing had recommenced, swabbing operations have continued through the week, and as of 6:00am, 22nd November 2007, the swabbing operations had recovered 624bbls of drilling fluid lost to the formation during drilling, This brings the total fluids recovered to 3644bbls, and represents some 29% of the estimated 12,400bbls of drilling fluid lost.

Recent testing operations have utilised a specialised testing crew that was more cost efficient than having the Century Rig 18 on location. At this point, the nature of the reservoir fluid and the source of the pressure within the reservoir are still undetermined.

Equity positions in 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%

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The summary report on the oil and gas projects is based on information compiled by Mr M A Battrick, BSc, MAAPG, MPESA, MAICD, MPESGB, General Manager of Pancontinental Oil & Gas NL. Mr Battrick has the relevant degree in geology and has been practising petroleum geology for 26 years. Mr Battrick 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.