

**PANCONTINENTAL
OIL & GAS NL**

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MARKET DATA

ASX: PCL

12 month high: \$0.069

12 month low: \$0.016

Market cap: \$10.6m

Issued shares: 444m

PROJECTS

- **Australia**
Onshore Canning Basin
Offshore Carnarvon Basin
- **Kenya**
Offshore Lamu Basin
- **Malta**
Offshore Pelagian Shelf
- **Namibia**
Offshore Walvis Basin

**DIRECTORS &
MANAGEMENT**

David Kennedy
Chairman

Peter Munachen
Finance Director

Barry Rushworth
New Ventures Director

Ian Cornelius
Non-executive Director

CONTACT DETAILS

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ASX Release

21 October 2008



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

STOKES BAY-1 WELL UPDATE

Pancontinental (ASX:PCL) is pleased to announce that the Stokes Bay-1 testing programme equipment and specialised well workover and stimulation personnel are currently on the Stokes Bay-1 wellsite, in the EP104/R1 permits located in the Canning Basin, near the town of Derby, Western Australia.

The workover and testing crew have completed the setup and preparation activities and commenced initial fresh water circulation and swabbing. These activities will continue until the arrival of the nitrogen unit and other test equipment at the wellsite.

Final technical work on the Stokes Bay-1 testing programme concluded that nitrogen is the most suitable fluid for circulation of the heavy drilling fluids above the Nullara Formation carbonate reservoir in the wellbore to reduce the pressure on the formation. This test programme is designed to induce the flow of formation fluids from the cavernous Nullara Formation.

The Stokes bay-1 testing to date has not provided any formation fluids from the cavernous Nullara Formation and this test programme is designed to determine the presence of hydrocarbons and the extent of the reservoir parameters.

The participants to the Joint Venture in the EP 104 Permit and the R1 Retention Lease are:

Empire Oil & Gas N.L./Gulliver Productions Pty Ltd	14.8%
Indigo Oil Pty Ltd	5.5%
ARC Energy Ltd (held on behalf of Buru Energy Ltd)	38.95%
First Australian Resources Limited	8.0%
Pancontinental Oil & Gas NL	10%
Phoenix PLC	10%
Emerald Oil & Gas NL	12.75%

For and on behalf of
Pancontinental Oil & Gas NL

EA Myers
Company Secretary

