



PANCONTINENTAL Oil & Gas NL
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Manager Announcements
Company Announcements Office
Australian Stock Exchange Limited
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SYDNEY NSW 2000

ASX ANNOUNCEMENT

Jingemia Oil Field Status Report; tested at 2050 barrels per day.

EP 413, Perth Basin.

Pancontinental: 1.278%

Pancontinental Oil and Gas NL advises that the long-term production testing of the Jingemia-1 oil discovery is expected to commence on approximately March 19, subject to final regulatory approvals being received.

As reported previously, an initial production test was carried out for approximately two weeks in December 2002, during which the Dongara Sandstone producing interval flowed at rates up to 2,050 barrels of oil per day. During the 10 day well flow period a total of 18,500 barrels of oil was produced at an average rate of 1,850 barrels of oil per day and trucked to the BP Oil Refinery at Kwinana for sale. No water and a small amount of associated gas were produced during the test. The oil production rate was constrained at times to maximise the amount of information obtained from the test, however flow rates of up to 2,050 barrels of oil per day were recorded through a 1 inch choke.

Subsequently, in preparation for these long term production tests, oil storage tanks, load out facilities, roads and all associated earth-works have been constructed and the majority of necessary statutory approvals have been obtained.

Jingemia is located in the onshore Perth Basin 24 kms south of the Dongara township and Dongara gas and oil field. The Jingemia prospect is a fault dependent closure very similar to the Hovea oil discovery 5 kms to the north-east.

Commenting on the test results, Pancontinental's Chief Executive Officer Andrew Svalbe said "Although Pancontinental's equity in the Jingemia project is modest, given the current high oil prices,

estimated costs and exchange rates, the expected gross annual Jingemia oil production income will be significant. These earnings will be a milestone in the Company's growth history, allowing additional funds to be released for exploration activities. Optimisation of Jingemia production rates and future exploration success in the EP413 permit on a number of attractive "look-alike" leads will add to these results."

<i>(ASX* listed) Participants in the EP 413 Joint Venture are:</i>	<i>Equity %</i>
* <u>Pancontinental Oil & Gas NL</u> (through subsidiary Euro Pacific Energy Pty Ltd)	1.2780%
* Origin Energy Resources Limited (Operator) (Subsidiary of Origin Energy Limited)	49.1890%
* Hardman Oil & Gas Pty Ltd	22.3760%
*AWE (Perth Basin) Ltd. (Subsidiary of Australian Worldwide Exploration Ltd.)	15.2450%
* Victoria Petroleum NL. (through subsidiary Victoria Petroleum Offshore Pty Ltd)	5.7685%
* Voyager Energy Ltd. (through subsidiary Chimelle Petroleum Ltd)	6.0015%

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It is advised in accordance with Australian Stock Exchange Limited Listing Rule 5.11 that the report on the above project has been prepared by Mr Andrew Svalbe, AAPG, PESA, ASEG, FESWA who has had more than the required five years experience and is a competent person as defined in the Listing Rules of Australian Stock Exchange Limited and has consented in writing to the inclusion of this report as it appears here.