



AMITY OIL LIMITED

A.C.N. 009 230 835

Our Ref: 20030520ASXS5060AB:AO126:wr

20 May, 2003

Manager
Companies Announcements Office
Australian Stock Exchange Ltd
10th Floor, 20 Bond Street
SYDNEY NSW 2000

Dear Madam,

Adatepe-1 Well, Day 10, 20 May 2003

Main Points: Since Amity's report on Monday 19th May, the well has drilled from 1,211 metres to 1,369 metres at 0500 hrs this morning.

The well drilled out of the zone of high gas readings at about 1,216 metres and is presently drilling in hard siltstones towards intermediate casing point at about 1400 metres. After reaching casing point, wire-line logs will be run to evaluate the section drilled.

Well Operations Summary for the 24 Hours to 0500 Hrs 20 May 2003:

Drilling continued trouble free in the 12.25 inch diameter hole, to 1,369 metres at 0500 hrs this morning. Drilling is continuing at a slow rate towards intermediate casing point at about 1400 metres.

The section drilled in the report period was Danismen Formation, mostly claystone, hard shale, and siltstone with lesser sandstone and minor limestone. Gas decreased from 29% (total gas) at 1,211 metres, to background levels of less than 1% from 1,216 metres to present depth, except for a peak of 6% in siltstones between 1334 metres and 1338 metres.

Operations In The Next 48 Hours

Drill to casing point at about 1400 metres, condition hole for logging, run wire-line logs, run and cement 9.625 inch diameter intermediate casing.

After safety equipment is installed and tested, drilling will then proceed to the Osmancik Formation gas target and proposed TD at about 1700 metres.

Well Location

The Adatepe-1 well is located at Latitude 41 19 09.87 North, 27 49 45.66 East, approximately 6 kilometres southeast of the Gocerler Gas Field and about 140 kilometres west of Istanbul, in the Thrace Basin, Republic of Turkey.

Amity Oil Limited

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Drilling Target

Adatepe-1 is positioned to test a structure, well defined by 3D seismic, which exhibits amplitude anomalies ("bright spots") coincident with structural closure. Such bright spots can be direct indications of gas. Similar bright spots occur in seismic over the Gocerler Gas Field and the recent Cayirdere gas discovery.

Based on the seismic mapping and assuming reservoir properties similar to those in the Gocerler Field, Amity has estimated unrisks potential recoverable natural gas reserves in the most likely case (P50), at 93 billion cubic feet, if gas is present. This estimate includes both the Danismen and Osmancik Formation primary targets.

Primary gas targets are predicted from about 1100 metres in Danismen Formation sandstones. Secondary gas targets are predicted in Osmancik Formation sandstone between 1490 metres and 1650 metres. The seismic also indicates several potential secondary gas targets between 842 metres and 1190 metres.

Proposed total depth (TD) is 1700 metres and is anticipated to be reached in 17 days (trouble-free) from spud.

Thrace Joint Venture

The Adatepe-1 well is located in Thrace Joint Venture Area A, and is operated by Amity Oil International Pty Ltd, a subsidiary of Amity Oil Limited.

Amity and Turkiye Petrolleri AO (TPAO) hold equal equity in the JV.

For more information on Amity and the Thrace Joint Venture please refer to Amity's website at www.amityoil.com.au

Yours faithfully,
AMITY OIL LIMITED



A.P. BARTON
Chairman

Amity Oil Limited

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