



AMITY OIL LIMITED

A.C.N. 009 230 835

Our Ref: 2003 07 31ASXS6054HMY1:AO126:WR

29th September 2003

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

Dear Madam,

Yuksekkoy-1 Exploration Well, 29th September 2003

Main Points

Drilling ahead at 1084 metres through salt.

Operations Summary for 48 Hours to 05:00 Hours 29th September 2003

Drilled ahead in 8 ½" hole from 689 meters to 1084 meters. Pipe became stuck as salt began washing out of the hole. Jarred and circulated to release pipe. Increased mud weight to 12 pounds per gallon and saturated the mud system with KCL to stabilise hole and prevent the salt from continuing to dissolve. Pulled out of the hole to change the bit and remove stabilisers from drill string. Currently running in hole with the new bit.

Geological Summary

676-730 metres – massive claystone 100%

775-854 metres - Sandstone(80%) interbedded and laminated with Claystone (20%).

854-1077 metres - massive claystone 100% with trace gypsum

1077- top of massive salt unit

1077-1084 – salt interpreted, mostly dissolved in mud system.

Trace to very minor gas shows throughout the interval. Salt is generally an extremely effective seal preventing the upward leakage of gas or other hydrocarbons. The lack of significant shows above the salt is expected.

Operation for next 24 hours

Drill ahead through the salt unit. Currently 242 metres deep to prognosis as a result of seismic velocity variations induced by the salt. This should not impact the integrity of the structure and was difficult to predict due to lack of nearby well control.

Well Location

Yuksekkoy-1 is located in crop lands, 25 kilometres south-west of the city of Adana (population 1.5 million) and 14 kilometres east of the city of Tarsus (population 300,000).

Amity Oil Limited

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Drilling Target

Yuksekkoy-1 well is positioned to test at relatively shallow depth, a domal structure, well defined by good quality 2D seismic, shot by Amity early this year. Well location is 36 54 58 N latitude by 35 02 56 E longitude.

The dome is developed in Upper Miocene age sediments on the western on-shore flank of the Adana Basin, a major Upper Tertiary age sedimentary basin, straddling the Turkish Mediterranean coast. The Adana Basin is sparsely explored and has one producing oil field, located some 32 kilometres to the north of Yuksekkoy-1 and an undeveloped gas field, 21 kilometres to the east.

The domal feature is believed to be a reefal complex, possibly of agal origin, overlain by salt and shales. Reefs can be prolific hydrocarbon producers if they have favourable reservoir characteristics.

Salt is an excellent seal. Based on seismic mapping and assuming reasonable reservoir characteristics, Amity has estimated Yuksekkoy has potential in-place oil resources of 30 million barrels, or 36 Billion cubic feet of gas in place.

Amity holds a 90% interest in the block of four Exploration Licences which include the Yuksekkoy structure. Amity has farmed out a 10% interest in this licence block to Krystal Corporation.

Drilling Program

The top of the primary reefal target is anticipated at 950 metres, with a secondary sandstone target at 1,340 metres and proposed total depth of 1,500 metres.

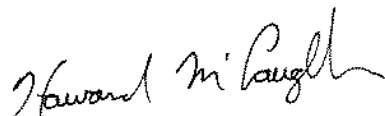
Ownership

Participants in the well are:

Amity Oil International Pty Ltd	90% (operator),
Krystal Corporation	10%

For more information and images, please refer to Amity's website at www.amityoil.com.au.

Yours faithfully,
AMITY OIL LIMITED



HOWARD McLAUGHLIN
Managing Director

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