



26th May 2004

Australian Stock Exchange Limited
Companies Announcement Office
Electronic Lodgement System

Dear Sir,

ANNOUNCEMENT TO ASX

**DRILLING REPORT: HARPOONO # 1
PEL 113, COOPER/EROMANGA BASIN, SA**

Stuart Petroleum advises that the status of Harpoono # 1 at 0600 hours (CST) on 26th May 2004 was:

Location:	PEL 113, 52km south of Moomba
Planned Total Depth:	1518 metres
Current depth:	294 metres
Operations:	Waiting on wet weather to clear
Spud:	00.00hrs, 24 th May 2004

Participants in the PEL 113 Harpoono Block Joint Venture are:

Stuart Petroleum Limited (Operator)	66.7% (STU)
Beach Petroleum Limited	33.3% (BPT)

Yours faithfully,

**Tino Guglielmo
Chief Executive Officer**

DAYS FROM SPUD

