



18th November 2004

Australian Stock Exchange Limited
Companies Announcement Office
Electronic Lodgement System

Dear Sir,

ANNOUNCEMENT TO ASX

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

Stuart Petroleum advises that surface casing has been set and the BOP's are being installed prior to drilling ahead. The first target for evaluation is the Murta formation prognosed at 1150 metres.

The status of Jezabeel # 1 at 0600 hours (CSST) on 18th November 2004 was:

Location:	PEL 113, 57km south of Moomba
Planned Total Depth:	1484 metres
Current depth:	387 metres
Operations:	Nippling up BOP's
Spud:	03.30hrs, 16 th November 2004

Participants in the PEL 113 Dunoon 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

