

5 July 2006

Australian Stock Exchange Limited
Companies Announcement Office
Electronic Lodgement System

Dear Sir,

ANNOUNCEMENT TO ASX

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

Stuart Petroleum Limited advises that the Revenue #1 oil exploration well is currently drilling ahead in 8 ½" hole at 1449m.

The status of Revenue #1 at 06:00 hrs (CST) on 5th July was:

Location:	PEL 113
Planned Total Depth:	1542 metres (TVD)
Current depth:	1449 metres
Operation:	Drilling ahead.
Spud:	28 June at 13:30 hrs.

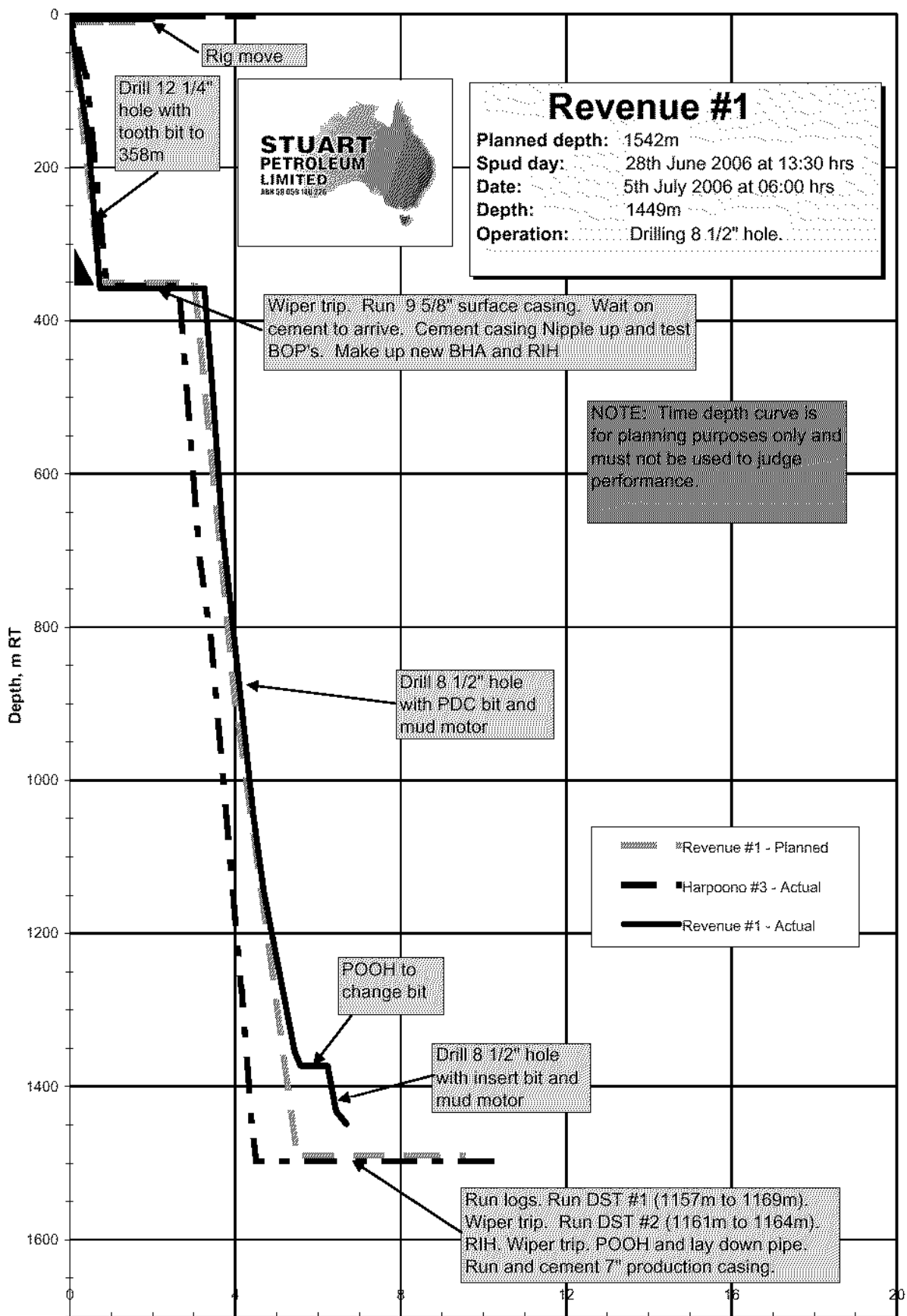
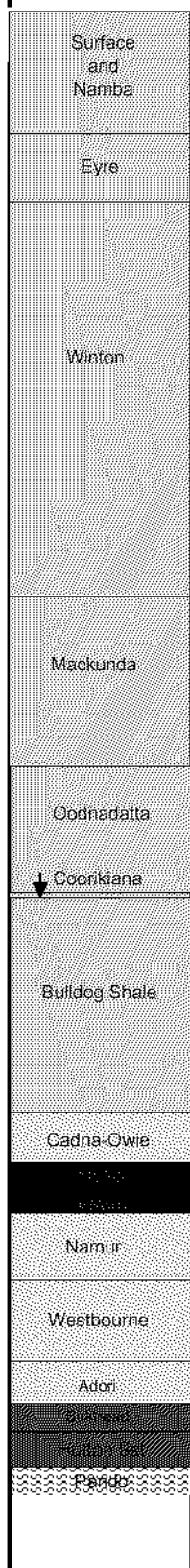
Please note the location of Revenue #1 is corrected on the attached map.

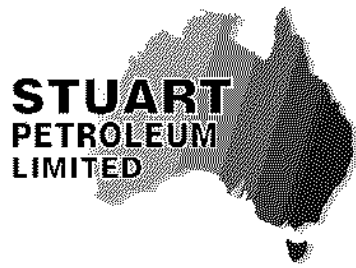
Participants in the Revenue #1 well are:

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

Yours faithfully,

Tino Guglielmo
Managing Director





Southern Cooper Basin - South Australia

Revenue 1 : Rimfire 1 Well Location Map

