



**BEACH
PETROLEUM**

27 February 2007

Ref: #020/07

The Manager, Companies
Australian Stock Exchange Ltd
Companies Announcement Office
Electronic Lodgement System

Dear Sir,

ANNOUNCEMENT TO ASX

FIELDS NOTES REDEMPTION

The FIELDS convertible notes, originally issued in relation to Delhi Petroleum which was acquired last year by Beach Petroleum, are to be redeemed in full and delisted from the ASX.

Westpac Funds Management Limited, the responsible entity of the Australian Onshore Energy Fund and the issuer of the FIELDS notes, has advised Beach Petroleum that as there are insufficient remaining holders of FIELDS notes to maintain a listing on the ASX, the notes will be redeemed in full.

The remaining FIELDS notes will be redeemed for a total of \$A96.60 per note, the amount outstanding on the principal.

In September 2006, Beach announced that it had acquired the Delhi Group.

Under the terms of the acquisition, Beach offered FIELDS holders, who redeemed their notes, an opportunity to acquire shares in Beach.

A number of FIELDS holders chose to apply their redemption proceeds to the purchase of shares in Beach.

Yours faithfully,

Reg Nelson
Managing Director, FAusIMM

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