



Drillsearch Energy Limited

ASX RELEASE

SW Queensland - Weekly Drilling Update – 30 May 2007

Drillsearch Energy Limited ("Drillsearch") announces – SW Queensland Weekly Drilling Update for 30 May 2007. Two rigs are continuing operations on the JV Blocks.

Inspector 1, an NFE well spudded on 20 May 2007. No oil pay was identified on the wireline logs, and the well has been plugged and abandoned. The rig was released to the Enoggara 1.

Enoggara 1, an NFE well, spudded on 29 May 2007, current operations are preparing to set the surface casing.

Rig PDI-721 spudded Jalapeno 1, an NFE well, on 25 May 2007. Current operations are waiting on rig repairs.

Weekly Drilling Update is set out below, as at 06:00, 30 May 2007.

Tintaburra Block

Well Details – Inspector 1

Name:	Inspector 1, Near Field Exploration Well
Permit:	ATP299P, Tintaburra Block
Rig:	PDI-735
Total Depth:	1,200 m (Final)
Location:	Inspector 1 is located in central Tintaburra Block, southeast of the Koorroopa field.
Objective:	Birkhead Formation, Wyandra and Murta Members
Progress:	The well was spudded on 20 May 2007, trace shows were encountered in the Murta member no oil pay was identified on wireline logs. The well was plugged and abandoned.

Well Details – Enoggara 1

Name:	Enoggara 1, Near Field Exploration Well
Permit:	ATP299P, Tintaburra Block
Rig:	PDI-735
Total Depth:	1,427 m (Proposed)
Location:	Enoggara 1 is located in central Tintaburra Block, northwest of the Tarbat field.
Objective:	Birkhead Formation, Wyandra and Murta Members
Progress:	The well was spudded on 29 May 2007, current operations are preparing to set the surface casing.

Participating interests in the Block are:

Santos Limited	89% (Operator)
Drillsearch Energy Limited	10%
CPC Energy Pty Limited	1%

Naccowlah Block

Well Details – Jalapeno 1

Name: Jalapeno 1, NFE Well
Permit: ATP 259P, Naccowlah Block
Rig: PDI-721
Total Depth: 1659 m (Proposed)
Location: Approximately 20 km northwest of the Jackson oil facility.
Objective: Hutton and Murta
Progress: The well was spudded on 25 May 2007. Current operations are waiting on rig repairs.

Participating interests in the Block are:

Santos Limited	55.5% (Operator)
Beach Petroleum Limited	38.5%
Australian Gasfields Limited	2%
Inland Oil (Production) Pty Limited	2%
Drillsearch Energy Limited	2%

*Abbreviations: km – kilometres
m – metres
TD – total depth
NFE – near field exploration
BOP – blowout preventer
FMT – formation multi-tester
DST – drill stem test*

Yours faithfully,
DRILLSEARCH ENERGY LIMITED

**PHILIP F. KELSO
MANAGING DIRECTOR**