



VICTORIA PETROLEUM N.L.

A.B.N 50 008 942 827

Incorporated in Western Australia

29 August 2003

The Manager Companies
Australian Stock Exchange (Adelaide) Limited
Level 19
91 King William Street
Adelaide S.A. 5000

ATTENTION: MR DAVID WHITE

Dear Sir,

**RE: JINGEMIA-2 APPRAISAL WELL DRILLING REPORT, JINGEMIA OIL FIELD,
ONSHORE NORTH PERTH BASIN, WESTERN AUSTRALIA**

Victoria Petroleum NL has been advised by operator, Origin Energy that the Jingemia-2 appraisal well at 0645 hrs Western Standard Time today was at a depth of 1,087 metres. Jingemia-2 is being drilled in EP 413, onshore North Perth Basin approximately 300 kilometres from Perth.

6am Depth:	1,087 metres
Depth as of last release:	650 metres
Progress:	437 metres
Current Operation:	Running back in the hole with a new bit
Proposed next 24 hours:	drill ahead
Well commenced drilling:	24 th August 2003
Objective:	Dongara Sandstone
Proposed Total Depth:	2,725 metres

Jingemia-2 will be drilled to a location targeting the Dongara oil reservoir approximately 1 kilometre southeast of the discovery well. The well is being located to intersect the edge of the field as currently mapped by the operator, Origin Energy. The main purpose of the well is to better define the oil water contact, give greater confidence to reserves and then to be utilised as a water injection well to provide pressure support in the reservoir to increase oil production rates over the 1900 barrels of oil per day recorded from the recently completed Extended Production Test. If the well finds a larger oil column than that predicted then it is likely oil reserves will be increased from the current mid range recoverable oil reserve of 5 million barrels.

The primary target for Jingemia-2 is the oilbearing Dongara Sandstone reservoir formation at an approximate drill depth of 2,663 metres (2,414 metres vertical depth).

A period of 15 days has been estimated for the completion of drilling operations at Jingemia-2 to a planned total depth of 2,725 metres.

Assuming a successful conclusion to the Jingemia-2 well program and provided all necessary regulatory approvals are received, Victoria Petroleum expects the Jingemia field to be brought on full production during the first quarter 2004 at gross production rates of 4,000 bopd (VPE net 200 bopd), from two producing wells or a purpose drilled updip well, Jingemia-3.

Achievement of the target production rate of 4,000 barrels of oil per day will provide at current oil prices for Victoria Petroleum NL's 5% interest in the Jingemia Oil field an anticipated 2004 net revenue of \$2 million and double Victoria Petroleum's first half 2003 net oil production of 130 barrels of oil per day.

Victoria Petroleum NL has a 5% interest in the Jingemia Oil Field and EP 413.

Victoria Petroleum NL will provide daily reports during drilling activities.

A handwritten signature in black ink, appearing to read 'J. D. Kopcheff', with a stylized flourish at the end.

JOHN KOPCHEFF
MANAGING DIRECTOR
VICTORIA PETROLEUM NL

For information on Victoria Petroleum's drilling activities visit our website at www.vicpet.com.au