



CARNARVON
PETROLEUM
LIMITED
ABN 60 002 688 851

10 October 2006

Company Announcements Office
Australian Stock Exchange Limited

Via ASX Online

Dear Sirs,

CARNARVON WEEKLY DRILLING REPORT POE-3 DEVELOPMENT WELL

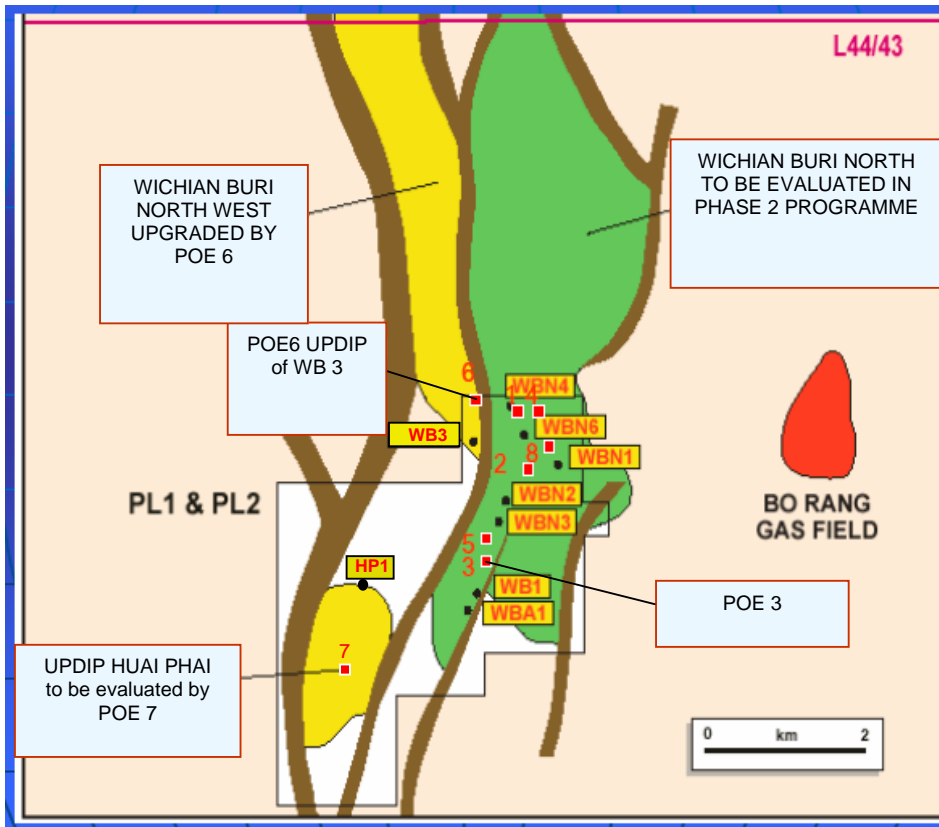
The Phase 1 drilling programme at the Wichian Buri Oil Field, onshore Thailand, commenced on 11 July 2006 and is currently progressing with the drilling of POE-3, the 5th well of the planned 7 well programme.

1. POE-3 Development Well

The POE-3 development well has been drilled to the total depth of 904 metres and current activity is changing the bit. The target F sand reservoir is expected to be encountered in the next 24 hours.

Permit Holders

Pan Orient (Operator) 60%
Carnarvon Petroleum 40%



- Oil Field
- Prospective
- Gas Field
- Existing wells
- Phase 1 wells

Figure 1: Location of POE-3 and POE-6

Yours faithfully,

Carnarvon Petroleum Limited

RA Anderson
Company Secretary