

13 November 2006

Company Announcements Office
Australian Stock Exchange Limited

Via ASX Online

Dear Sirs,

**WEEKLY OPERATIONS
WICHIAN BURI THAILAND**

1. Testing Programme

Production testing of the "G" sandstone in POE-2 and POE-6 continued for the week, as was production testing of the "H" sandstone in POE-3.

Perforating of the POE-5 well is in progress in readiness for flow testing of the "H" sandstone, the deepest zone of interest in the well.

Once flow parameters are fully optimised for these first perforated oil zones, shallower levels will be progressively perforated in each of the wells for flow testing. Production from the "F", "G" and "H" sandstone reservoirs in each well will be commingled to enable a maximum overall oil flow.

2. POE-7 Exploration Well

The POE-7 well, which is located 75 metres updip and 1.5 kilometres to the south of oil intersected in the previously drilled Huai Phai-1 well, spudded on 8th November. The well is currently at a depth of 514 metres and drilling ahead.

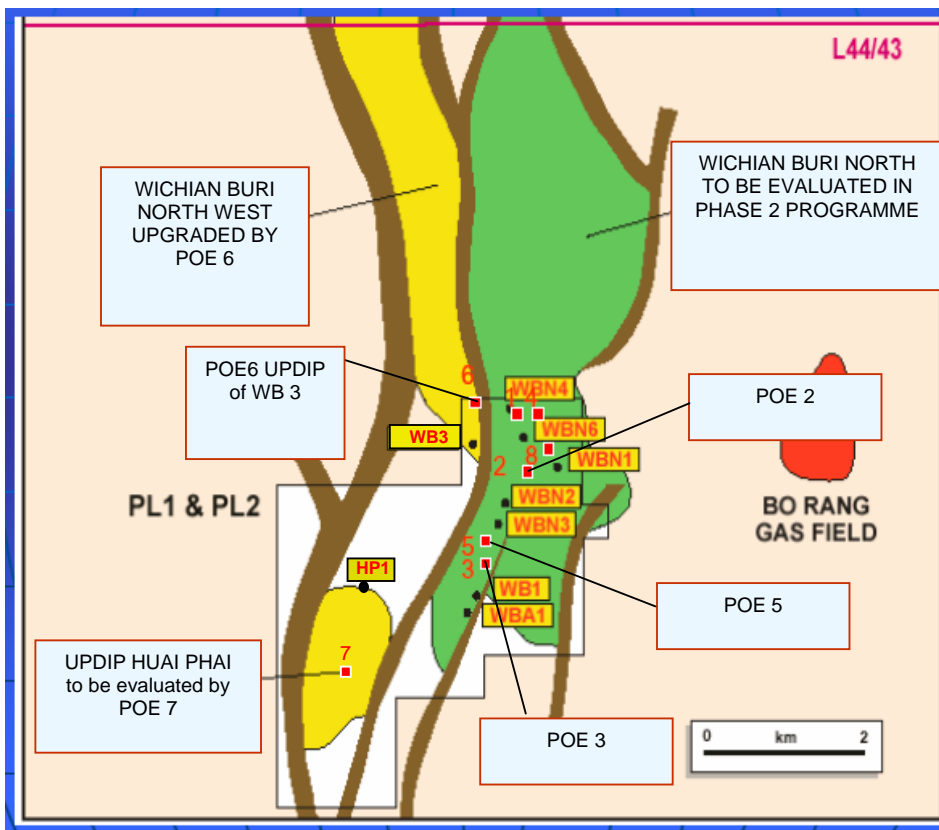
3. POE-9 Exploration Well

The POE-9 well is located 150 metres updip and 400 metres east of the Na Sanun-1 well which flowed 1400 bopd on test. Work is progressing to prepare the well for drilling on the end of the Phase 1 drilling programme.

ASX releases on drilling and production testing at Wichian Buri will continue to be made weekly at the beginning of each week.

Permit Holders

Pan Orient (Operator) 60%
Carnarvon Petroleum 40%



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

Figure 1: Location of Phase 1 wells (other than POE-9)

Yours faithfully,

Carnarvon Petroleum Limited

RA Anderson
Company Secretary