



CARNARVON
PETROLEUM
LIMITED
ABN 60 002 688 851

20 September 2006

Company Announcements Office
Australian Stock Exchange Limited

Via ASX Online

Dear Sirs,

CARNARVON WEEKLY DRILLING REPORT POE-6 EXPLORATION WELL

The Phase 1 drilling programme at the Wichian Buri Oil Field, Thailand commenced on 11 July 2006 and is currently progressing with the drilling of the 4th well of the planned 7 well programme.

1. POE-6 Exploration Well

As at 6.00 am this morning the POE-6 well was at a depth of 643 metres and is being drilled ahead to total depth of approximately 1,100 metres. The POE-6 well is expected to reach total depth within the next 5 days.

The POE-6 well is located 500 metres north and 35 metres structurally up dip from WB-3, a well drilled in the late 1980's that flowed oil to surface from a thin oil column over water. POE-6 will test a large area of possible reserves within a separate fault block to the west of the main Wichian Buri field. A success at this well could add significant additional reserves to the greater Wichian Buri Field.

2. Thailand Government Update

Following the apparent military-led takeover of Government, Carnarvon is monitoring the situation and confirms that, at present, drilling and production operations at Wichian Buri are unaffected.

Permit Holders

Pan Orient (Operator) 60%
Carnarvon Petroleum 40%

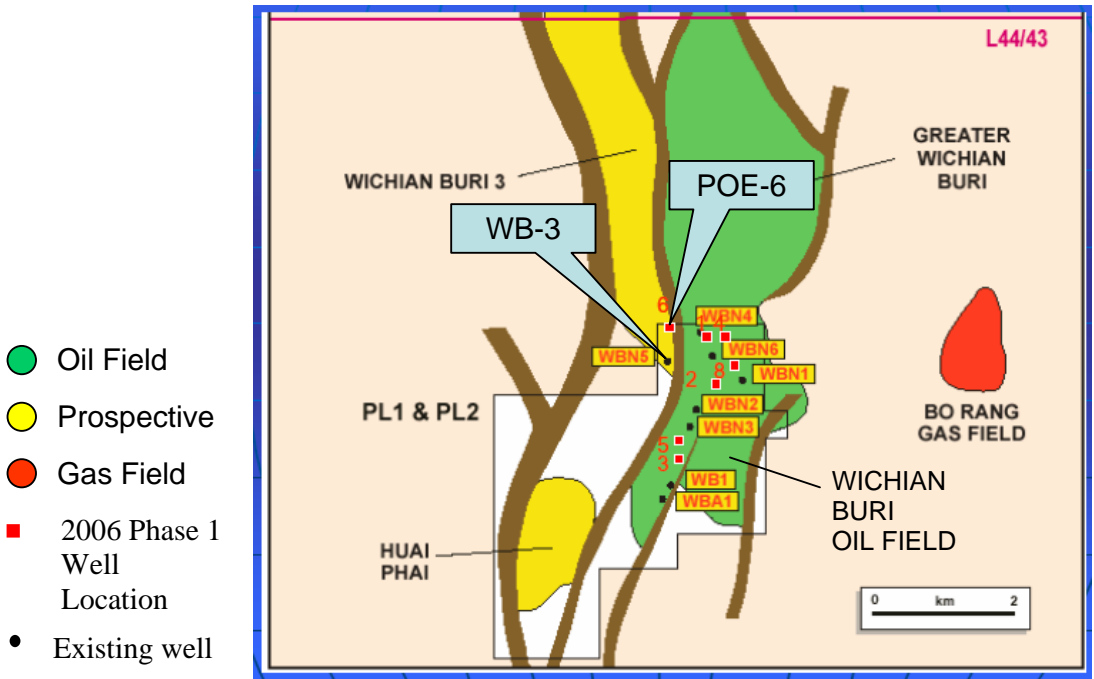


Figure 1: Location of POE-6

Yours faithfully,

Carnarvon Petroleum Limited

RA Anderson
Company Secretary