



**INNAMINCKA**  
PETROLEUM  
ACN 101 313 777

Office 1 - Ground Floor  
924 Gympie Road  
CHERMSIDE QLD 4032

PO Box 2378  
CHERMSIDE QLD 4032  
Telephone: (07) 3359 8988  
Facsimile: (07) 3359 8985  
www.innapet.com.au

---

## ANNOUNCEMENT TO ASX

---

**Date:** 26 July 2007  
**To:** Australian Stock Exchange Limited  
Companies Announcement Office  
Electronic Lodgment System

Dear Sir

### **Strong Result from Flax 3**

Innamincka Petroleum takes pleasure in advising the Flax 3 well has provided substantially better than anticipated results.

Following wireline log evaluation, total net oil pay exceeding 20 metres is estimated. The sand development in Flax 3 is the best seen in the three wells drilled in the field to date. Furthermore, this successful well deepens the lowest known oil level by 11 metres and increases the confirmed field length to approximately 3 km, up from 2 km previously.

Wireline log analysis has indicated three oil saturated sandstone units were penetrated within the Patchawarra Formation. The gross thicknesses of these Patchawarra sandstone units were 4.3 metres, 5.0 metres and 7.1 metres with the latter unit being immediately above the main productive unit, the Tirrawarra Sandstone.

The Tirrawarra Sandstone was oil saturated and 18.7 metres thick of which 11.0 metres is classed as net pay.

The Flax 3 well will be cased for future completion and production and the rig expected to be released on Friday 27<sup>th</sup> July. The rig will move to the Flax 4 location which is scheduled to spud 31<sup>st</sup> July. The Flax East 1 exploration well testing the saddle between the Flax and Juniper oilfields will follow Flax 4.

**The Flax Oilfield** has been independently assessed to contain mean recoverable reserves of more than 4 mmstb. To date, testing of the discovery Flax 1 well has produced over 45,000 barrels of 52<sup>0</sup> API oil and provided engineering data for the design of the first well pattern of the EOR (Enhanced Oil Recovery) project. The initial project target is 1000 bopd by mid 2008.

Participants in the project are:

Innamincka (operator)	75%
SCGAU	25%

Yours sincerely

**Innamincka Petroleum Limited**

**Leni Stanley**  
Company Secretary