

27 February 2008

**DRILLING UPDATE:
WEI 6-12E-1A EXPLORATION WELL, OFFSHORE CHINA**

Petsec Energy Ltd (ASX: PSA, ADRs: PSJEY.PK)

The operator of Block 22/12 Beibu Gulf, Roc Oil Company, advises that as at 0600 (local time) on 27 February 2008, the Wei-6-12E-1A well had been drilled to 986 mBRT and 13³/₈" casing was run and cemented.

The current operation is preparing to test the Blow Out Preventer prior to drilling the next 12¹/₄" hole section.

Wei 6-12E-1A, the second of the planned three well exploration/appraisal programme in Block 22/12, Beibu Gulf, offshore China, is expected to reach the proposed Total Depth of approximately 2,520 mBRT by early March 2008.

Participating Interests in Block 22/12 Joint Venture are:

Petsec Energy	25%	
Roc Oil (China) Company	40%	(Operator)
Horizon Oil Limited	30%	
Oil Australia Pty Ltd*	5%	

The above interests are subject to China National Offshore Oil Corporation (CNOOC) rights to participate up to 51% in developments.

**A subsidiary of First Australian Resources*

Petsec Energy Ltd is an independent oil and gas exploration and production company listed on the Australian Stock Exchange. It has operations in the shallow waters of the Gulf of Mexico and the onshore Louisiana Gulf Coast region of the USA, and oil in the shallow waters of the Beibu Gulf off the south coast of China.

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