

Cue Energy Resources Limited

A.B.N. 45 066 383 971

Level 21
114 William Street
Melbourne Victoria 3000
Australia

Telephone: (03) 9670 8668
Facsimile: (03) 9670 8661
Email: mail@cuenrg.com.au
Website: www.cuenrg.com.au



08000652

25 January 2008

SUPPL

Securities & Exchange Commission
Judiciary Plaza,
450 Fifth Street
Washington DC 20549

Dear Sir/Madam,

Please see attached information furnished pursuant to Section 12g3-2(b).
Our file number is 82-34692.

Yours faithfully,

Re:
Andrew M Knox
Public Officer

Enc.

PROCESSED

FEB 14 2008

**THOMSON
FINANCIAL**

Washington, DC
106

FEB 01 2008

REC Mail
Mail Processing
Section

See 2/12



Cue Energy Resources Limited

A.B.N. 45 066 383 971

RELEASE

Cobra -1 Begins Drilling

Cue is pleased to announce that the Cobra -1 well began drilling this morning, 25 January 2008.

Cobra -1 is located in PPL-190, onshore Papua New Guinea, on trend with the Bilip -1 oil and gas discovery and the producing SE Gobe field.

Cobra will test a sub thrust four way dip closure that is assessed to have the potential to contain 30-40 million barrels of recoverable oil (Cue share 3.3 - 4.4 million barrels) unrisks.

The well will be drilled to a total depth of 3071 metres measured depth and is expected to take 60 days to drill

The participants in the PPL 190 are:

Oil Search Limited (Operator)	62.556%
Murray Petroleum Company	26.497%
Cue PNG Oil Company	10.947%

Any queries regarding the announcement should be directed to the Company on (03) 9670 8668 or email mail@cuenrg.com.au.

A handwritten signature in black ink, appearing to read "R. J. Coppin".

Robert J Coppin
Chief Executive Officer

25 January 2008

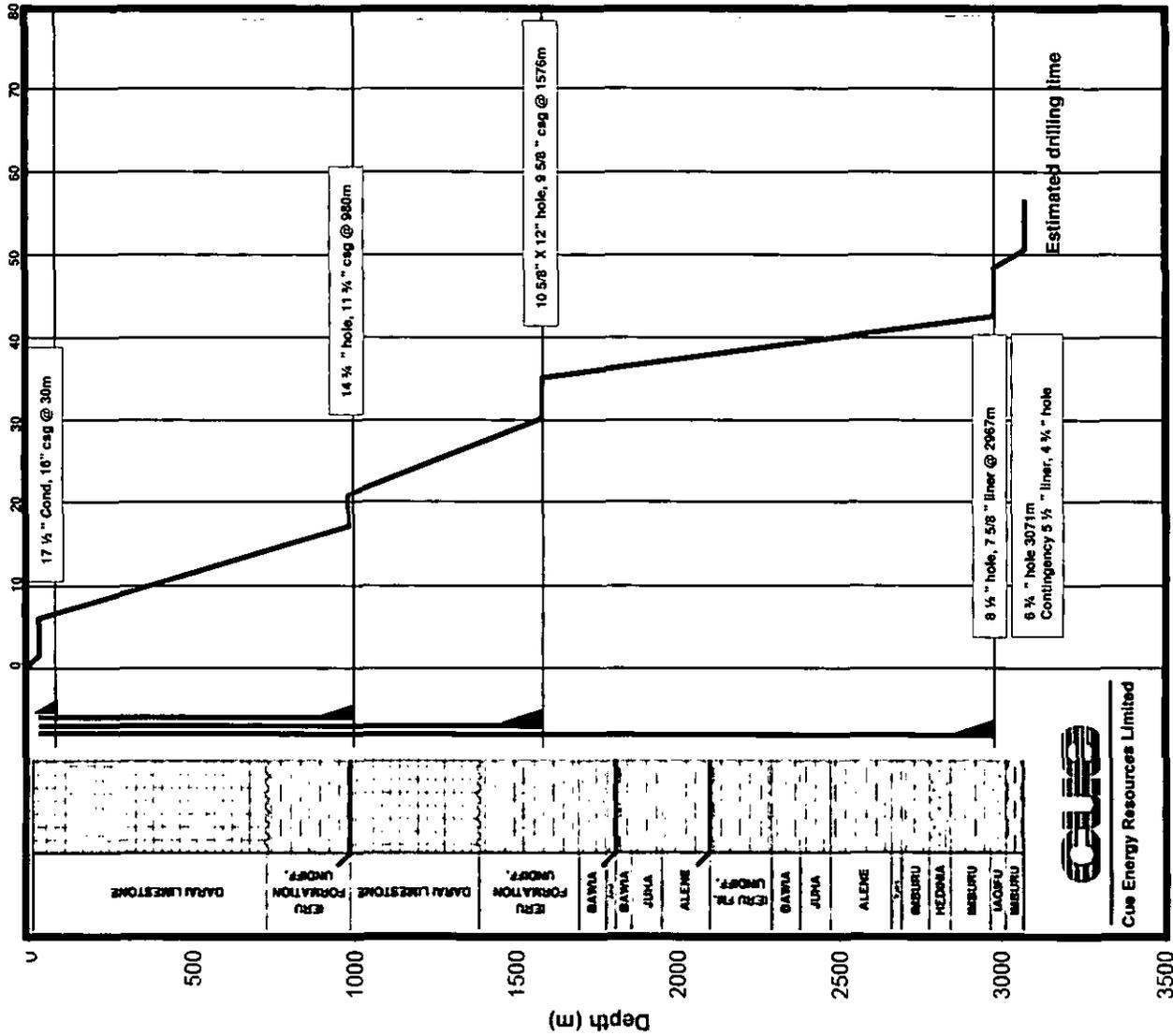


Figure 1.
Time - depth curve for
Cobra-1

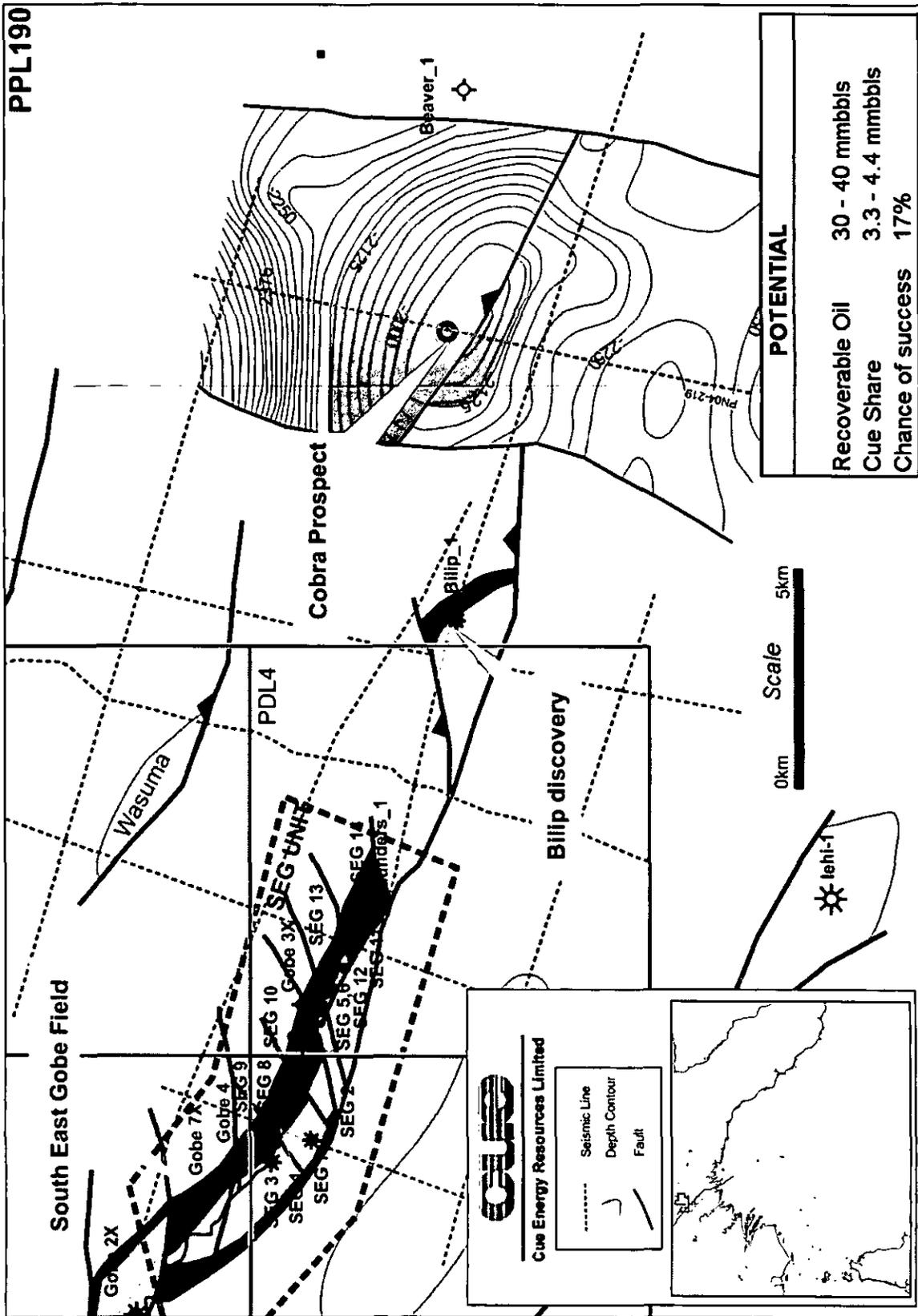


Figure 2. Cobra-1 location map and structure

END