



AOC



ACN 051 212 429

First Floor, 14 Outram Street, West Perth WA 6005
PO Box 913 West Perth WA 6872

Telephone: +61 8 9481 3322
Facsimile: +61 8 9481 3330

Date: 12th January 2006
To: Companies Announcements Office, ASX
Electronic Lodgement:
Number of pages: 2

ANNOUNCEMENT TO ASX

**DRILLING RELEASE 4: EMILY#1
PEL-182, COOPER / EROMANGA BASIN, S.A.**

Eagle Bay Resources advises that the Emily-1 oil and gas exploration well has run and cemented 9 5/8" surface casing. The surface equipment has been connected and tested and should start drilling 8 1/2" hole this afternoon.

The status of Emily-1 at 06:00 hrs (CST) on 12th January 2006 was:

Location: PEL-182
Planned Total Depth: 2364 metres (TVD)
Current Depth: 800 metres
Operation: Testing surface equipment.
Spud: 23:00 hrs 7th January 2006

Participants in the Emily-1 well are:

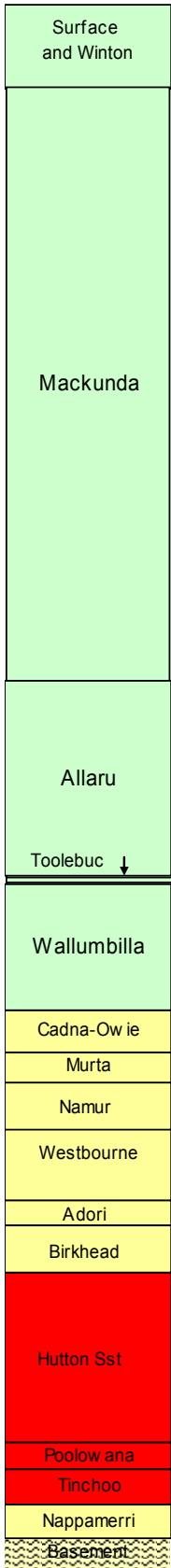
Eagle Bay Resources (Operator) 37.6%
Audax Resources Ltd 39.9%
White Sands Petroleum Ltd 10.0%
Australian Oil Company No2 P/L 12.5%

Rig: Century Rig-18
Target Strata: Hutton SS
Poolowanna SS
Tinchoo SS

Yours sincerely

**TONY RECHNER
DIRECTOR**

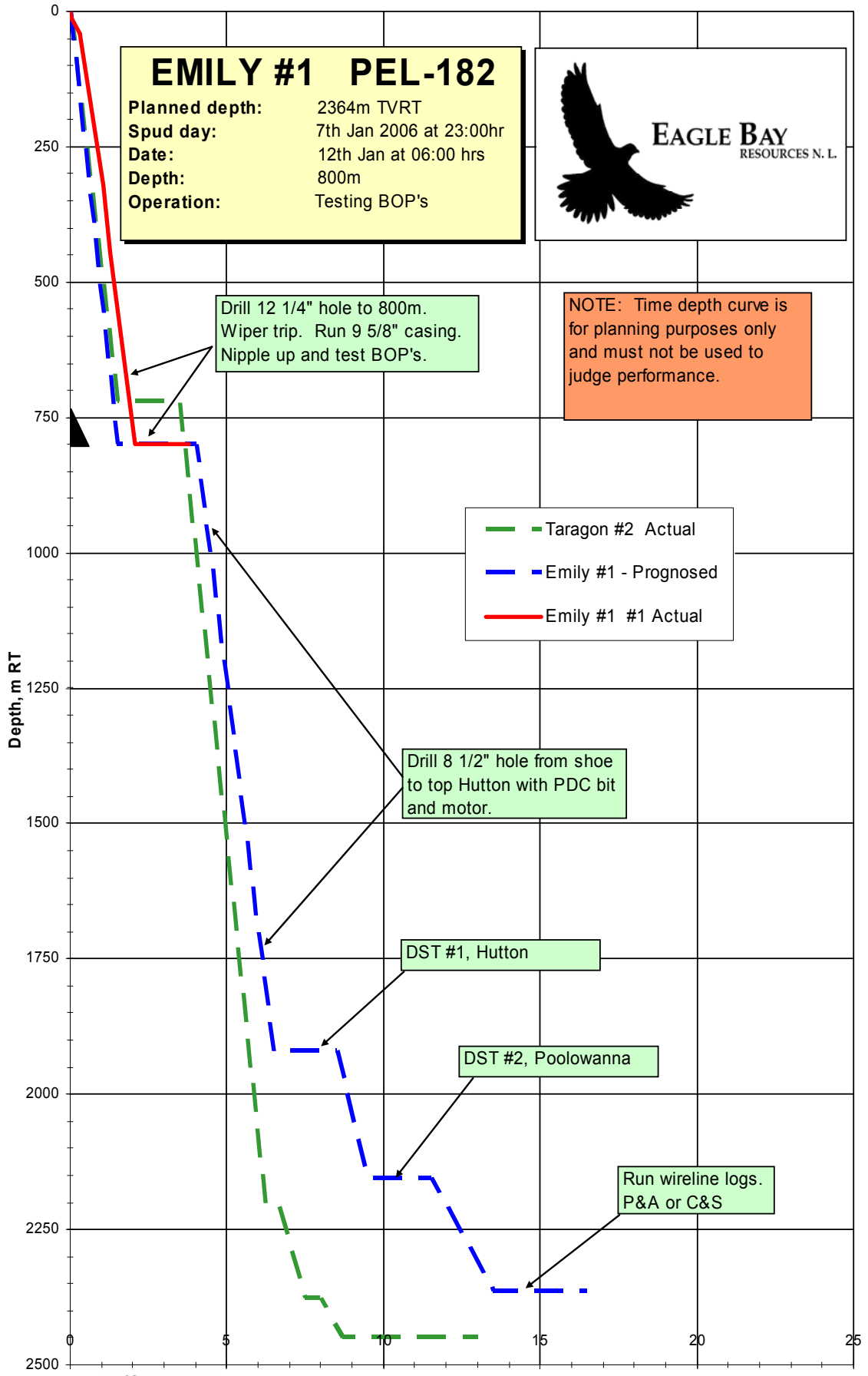
DAYS FROM SPUD



EMILY #1 PEL-182
 Planned depth: 2364m TVRT
 Spud day: 7th Jan 2006 at 23:00hr
 Date: 12th Jan at 06:00 hrs
 Depth: 800m
 Operation: Testing BOP's



NOTE: Time depth curve is for planning purposes only and must not be used to judge performance.



— Taragon #2 Actual
 - - Emily #1 - Prognosed
 — Emily #1 #1 Actual

