



**MEO Australia Limited**  
 ABN 43 066 447 952

Level 17  
 500 Collins Street  
 Melbourne Victoria 3000 Australia

Tel: (+61 3) 9614 0430  
 Fax: (+61 3) 9614 0660  
 Email: admin@meoaustralia.com.au  
 Website: www.meoaustralia.com.au

**ASX AND MEDIA RELEASE**

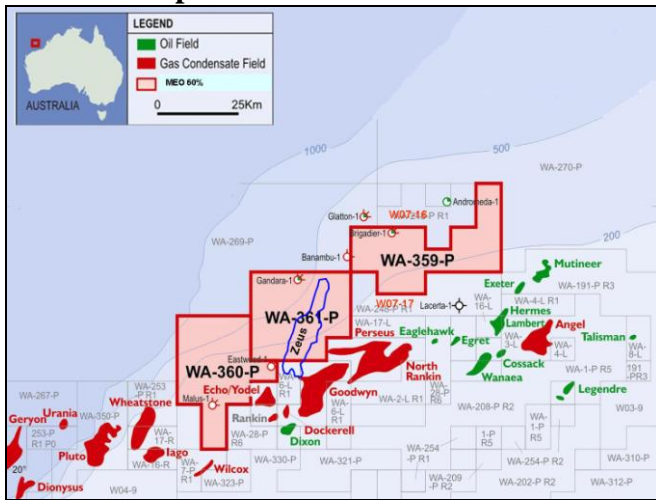
**MEO Increases interest in WA-361-P & Zeus-1 to 35%**

**Key Points:**

- Cue and Gascorp have each elected NOT to fund 5% of the Zeus-1 well
- Additional 10% interest reverts to MEO, taking interest in WA-361-P to 35%

MELBOURNE, AUSTRALIA (September 21, 2008) -- MEO Australia Limited (ASX: MEO) is pleased to advise that Cue and Gascorp have advised MEO that they have elected not to exercise their respective options to each fund 5% of the Zeus-1 well to retain a 20% working interest. Under the terms of the farm-in agreement with MEO, this combined 10% interest will now be transferred to MEO, together with the associated 10% funding obligation, increasing MEO's interest to 35%.

**Location map – WA-361-P**



<b>WA-361-P Participating Interests</b> <i>(post Cue/Gascorp Election NOT to fund 5% of Zeus-1)</i>		
North West Shelf Exploration Pty Ltd*	35%	Operator
Resource Development International Pty Ltd	35%	Farming in to MEO
Cue Exploration Pty Ltd	15%	ASX:CUE
Gascorp Australia Pty Ltd	15%	Unlisted

*\*Wholly owned subsidiary of MEO Australia*

The Zeus-1 well is targeting a multi-Tcf gas play in the Carnarvon Basin, off Australia's North West Shelf. MEO is paying 20% of the costs of Zeus-1 to a cap of US\$31.25m and retains a 35% interest in the well and WA-361-P. In the event of a major discovery at Zeus-1, MEO sees a plethora of commercialisation options including the possible application of Floating LNG (FLNG) technology. The Songa Venus semi-submersible rig is expected on location late October 2008.

**Jürgen Hendrich**  
 Managing Director & CEO  
 MEO Australia Limited  
 Operator of WA-361-P