

VICTORIA PETROLEUM N.L.

A.B.N 50 008 942 827

Incorporated in Western Australia

23 April 2010

Announcements
Australian Stock Exchange Limited
Level 4, 20 Bridge Street
SYDNEY NSW 2000

**DRILLING REPORT FOR WALLOON COAL MEASURES COAL SEAM GAS PROJECT,
ATP 574P, SURAT BASIN, QUEENSLAND**

Victoria Petroleum NL (Vicpet) has been advised by QGC Limited - a BG Group business (QGC) and the Operator for ATP 574P, that the drilling rig has been released from the Coal Seam Gas (CSG) core hole Marcus-1 following the completion of wire line logs and drill stem testing of the Walloon Coal Measures.

Marcus-1 cored from 585 metres to 1,041 metres is the first well to be drilled by QGC in ATP 574P in 2010 on the Marcus CSG Project. A follow on exploration, coring and appraisal drilling program of a minimum of 12 wells is planned over the next 12 months to continue the evaluation of the Coal Seam Gas (CSG) bearing potential and deliverability of the Walloon Coal Measures.

The aim of this initial and planned follow on drilling over the next six months is to prove up an initial certifiable gross recoverable CSG reserve for ATP 574P by the end of June 2010. The Walloon coals in the permit are interpreted to have a potential CSG resource in place of up to 1,500 PJ.

ATP 574P is interpreted to be situated in the prime Walloon Coal Seam Gas fairway on the western side of the Surat Basin.

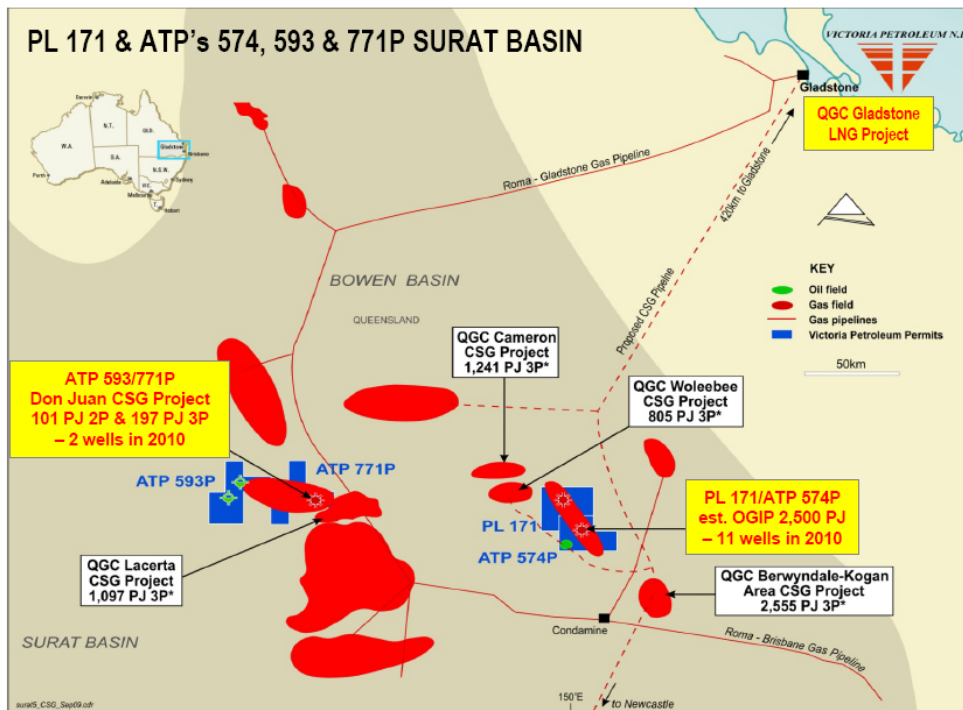
Victoria Petroleum N.L. holds a 30% interest in ATP 574P.

JOHN KOPCHEFF
MANAGING DIRECTOR
VICTORIA PETROLEUM N.L.

Information of this report was completed by the Managing Director of Victoria Petroleum N.L., J T Kopcheff BSc (Hons Eco.Geol), FAIMM, MAAPG, MSPE, MPESA, with 38 years experience in petroleum geology and geophysics.

For information on Victoria Petroleum N. L. drilling activities visit our website at www.vicpet.com.au

Four VPE CSG projects in Surat Basin, QLD



QGC operated projects ATP 574P & PL 171

