

PETSEC ENERGY LTD

ACN 000 602 70

6 January 2009

SALE OF BREAUX NO. 1 AND BURNETT NO. 2 WELLS HUMPHREYS FIELD, ONSHORE LOUISIANA, USA

Petsec Energy Ltd (ASX: PSA; ADR's: PSJEY.PK)

Petsec Energy today announced the sale of its interest in the Humphreys Field located in Terrebonne Parish, onshore Louisiana, USA effective 31 December 2008. The Humphreys Field consisted of two producing wells, a salt water disposal well, and production facilities. Production from the two wells, namely the Breaux No. 1 and the Burnett No. 2, was declining, with current combined flowing rates of approximately 1.1 million cubic feet of gas per day and more than 2,500 barrels of salt water.

The sale price for Petsec Energy's interest was US\$400,000 plus the assumption of Petsec Energy's plugging and abandonment obligations.

Petsec Energy owned a 51% net revenue interest in the Burnett No. 2 Well and a 58% net revenue interest in the Breaux No. 1 Well and was the operator of both wells.

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, 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.

For Further Information:

Craig Jones
Petsec Energy Ltd
Level 13
1 Alfred Street
Sydney NSW 2000
Tel: 612 9247 4605
Fax: 612 9251 2410

Ross Keogh
Petsec Energy Inc.
4023 Ambassador Caffery Parkway
Suite 550
Lafayette, LA 70503
Tel: 1 (337) 989 1942
Fax: 1 (337) 989 7271

Level 13, Gold Fields House, 1 Alfred Street, Sydney NSW 2000, Australia
PO Box R204, Royal Exchange NSW 1225, Australia
Telephone (61 2) 9247 4605 Facsimile (61 2) 9251 2410
Company information is available on: petsec.com.au

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