



Friday, 30th April 2010

(ASX Code: KAR)

ASX ANNOUNCEMENT

Kronos-1 PROGRESS REPORT NO 10

At 0600 hrs WST, Karoon advises that Kronos-1 was at drilling ahead at 5249 mRT. Since the last report the well was cored from 5018mRT to 5055mRT and then drilled to its current depth.

On reaching the planned TD (Total Depth) of 5322 mRT, wireline logging, pressure and sampling programs will be used to define the thickness and properties of all penetrated reservoir intervals and the presence and characteristics of any movable hydrocarbons.

The drilling, coring, and wireline evaluation at TD will take approximately an additional 20 days to complete.

If production testing is undertaken, approximately 20 additional days will be required to complete operations.

Reporting schedule

Future announcements will be made as and when material information is available in accordance with ASIC and ASX requirements.

The Transocean Legend semi-submersible rig is drilling the Kronos-1 well, and ConocoPhillips is the operator.

Kronos-1 is located on a high block in the south-western part of the greater Poseidon trend, 15 kilometres from the Poseidon-1 well and is the third well on the greater Poseidon trend. The well is designed to evaluate and test the Plover Formation reservoirs. Key objectives of Kronos-1 are to collect reservoir properties data, reservoir fluid compositional data and then define production rates for possible future production wells. The well has a planned total depth of 5322mRT.

As with the recent, Poseidon-1 and Poseidon-2 wells, Kronos-1 is planned to be plugged and abandoned following final well evaluation and production testing. During the current exploration and evaluation phase of the Poseidon field, exploration wells are designed to assess the resource potential in the most efficient manner, and are not suitable for production.

Equity interests of the participants in WA-398-P are:

Karoo Gas (Browse Basin) Pty Ltd	40%
ConocoPhillips (Browse Basin) Pty Ltd	60%

Kronos-1 Location:

Latitude: 13 deg 41' 53.84" S	Northing: 8 485 495 mN
Longitude: 122 deg 11' 29.96" E	Easting: 412 591 mE

For further information please see the Karoon website or contact:

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