



ELK PETROLEUM
L I M I T E D

ASX Release

Thursday 27th April 2006

ELK PETROLEUM LIMITED

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Directors / Officers:

Richard Wood
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Issued Capital:

49,110,503 shares

ASX Symbol: ELK

GRIEVE OIL FIELD PROGRESS REPORT

The Company is pleased to advise that the appraisal work at the Grieve Oil Field is progressing and is on schedule. The Company has been advised that the workover rig to be employed in the appraisal of the Upper Sands and the Cloverly Sands is scheduled to be on location at the Grieve Field on 8th May 2006. The timing has been largely weather driven and with the arrival of Spring, field conditions are improving to allow rig access to all the well sites.

The Company has engaged the services of an experienced drilling engineer who is developing the workover programme and will be responsible for overseeing the impending workover and appraisal operations.

The Cloverly Sands are to be appraised first as they involve relatively straight forward workover techniques. The appraisal of the Upper Sands involves a number of sequential operations and is to follow the Cloverly appraisal and therefore will occur in the better weather months of late Spring/Summer.

Reservoir modelling of the Upper Sands is progressing. The deepest of the sands (Frontier) addressed in the MHA Petroleum Consultants report is being simulated with a heavy reliance on the Frontier production history at an adjoining field (Burnt Wagon). This is being used as an analogue until Grieve production testing is available.

Robert Cook
Managing Director