

25 May 2007



Manager Announcements  
Company Announcements Office  
Australian Stock Exchange Limited  
10th Floor, 20 Bond Street  
SYDNEY NSW 2000

*via electronic lodgement*

Dear Sir/Madam,

### **SOLIMAR PROJECTS – CLARIFICATION ON RESOURCE POTENTIAL**

Further to the overview of Solimar Energy's onshore oil and gas projects in California detailed in the announcement on 10 May 2007, the Company advises that references in the Solimar Prospect Highlights section of the release to recoverable reserves potential or reserve estimates (or similar), should be references to recoverable resource potential or resource estimates as the case may be.

*For and on behalf of the Board*