

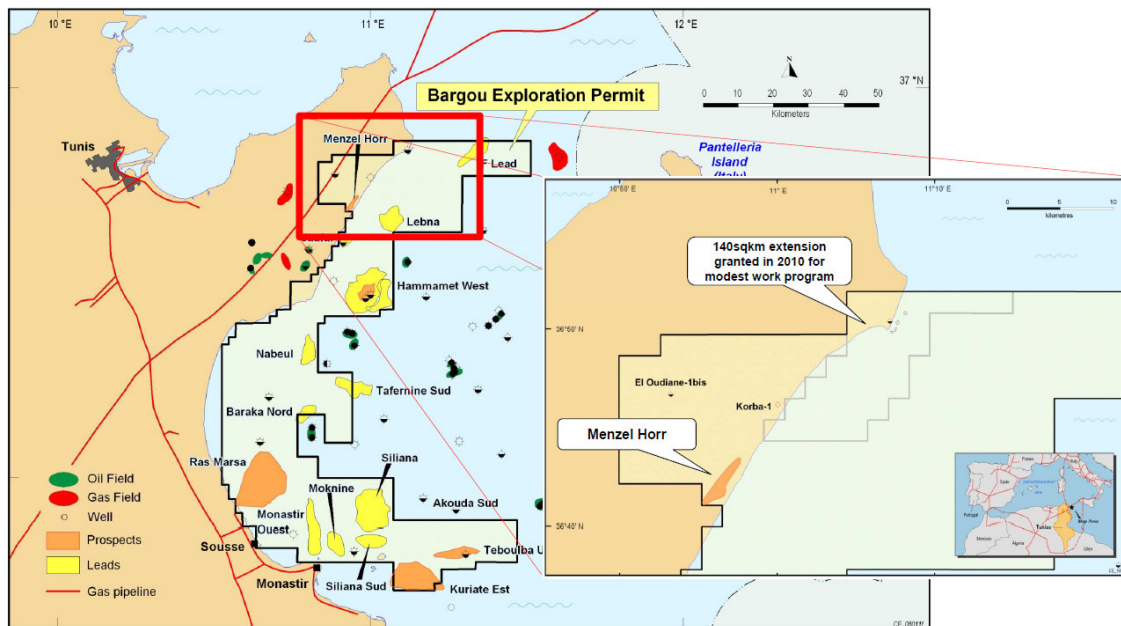
04 January 2011

ASX Release

Drilling Commences in Tunisia

Australian Oil and Gas Explorer Jacka Resources Limited ("Jacka") is pleased to advise that the company's first well, Menzel Horr-1 (MHR-1) on the Bargou Block in Tunisia, commenced on 3 January 2011.

The Menzel Horr Prospect lies within the Bargou Exploration Permit, Tunisia and is the first of two wells planned on the block, with the appraisal well Hammamet West-3 scheduled for mid-2011. Jacka Resources is earning a 15% equity interest in the block via a farmin in with the Operator Cooper Energy Limited (ASX:COE), which holds the remaining 85% equity. For full details of the farmin please refer to the Jacka announcement dated 17 September 2010.



Geologically the Menzel Horr Prospect is a thrust related dip-closed structure that has the potential for hydrocarbons at multiple reservoir horizons. While the recoverable oil estimates are 24 million barrels (P50), potential exists for significant upside should the bounding faults be proven to seal at all reservoir horizons. However, with the Menzel Horr Prospect lying onshore at this location, recoverable resources of around 1-2 million barrels of oil would be the minimum field size that could be economically developed.

Exploration evaluations have estimated the following in-place volumetrics for the Menzel Horr Prospect (100% Joint Venture):



ABN: 79 140 110 130

Reservoir	P90 in-place (million barrels)	P50 in-place (million barrels)	P10 in-place (million barrels)
Ain Grab Fm Limestone	2	7	22
Bou Dabbous Fm Limestone	21	48	89
Abiod Fm Carbonate	17	39	79
Arithmetic Total	40	94	190

The recoverable oil estimates for the prospect are as follows (100% Joint Venture):

Reservoir	P90 Recoverable Oil (million barrels)	P50 Recoverable Oil (million barrels)	P10 Recoverable Oil (million barrels)
Ain Grab Fm Limestone	0.5	2	7
Bou Dabbous Fm Limestone	5	11	20
Abiod Fm Carbonate	5	11	20
Arithmetic Total	10.5	24	47

The Operator has supplied a depth versus time curve, which is attached to its announcement dated 4 January 2010. It is expected that the key target formations will be encountered between 10 and 25 days from the time of spudding.

Further information on the drilling of Menzel Horr will be announced upon intersection of each of the key target formations.

For more information please contact:

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Persons compiling information about Hydrocarbons

Pursuant to the requirements of the ASX Listing Rules 5.11, 5.11.1, 5.12 and 5.13, the technical information provided in this announcement has been compiled by Justyn Wood of MBA Petroleum Consultants, an independent Technical consultant to Jacka Resources Limited. Mr Wood is a qualified geophysicist with over 18 years technical, commercial and management experience in exploration for, appraisal and development of oil and gas resources. Mr Wood has reviewed the results, procedures and data contained in this announcement. Mr Wood consents to the inclusion in this announcement of the matters based on the information in the form and context in which it appears.

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