



**KALGOORLIE-BOULDER
RESOURCES LTD**
ABN 48 106 732 487

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DRILLING COMMENCES IN OKLAHOMA

The Directors of Kalgoorlie-Boulder Resources Limited are pleased to announce that the Wilson #3-10 well has been spudded and is expected to reach its proposed total depth of approximately 3,200 feet within 10 days.

In October 2005, Kalgoorlie-Boulder entered into an agreement which, subject to its completion, will see it acquire a 75% Working Interest in oil and gas leases covering 640 acres in Okmulgee County, Oklahoma, in the United States (the Wilson Prospect).

Kalgoorlie-Boulder is free carried for the initial drilling and re-work program to be completed at the Wilson Prospect.

This program includes the following:

1. Drill, complete and tie-in the Wilson #3-10 well to spud into the top of the Wilcox sandstone oil column to facilitate potential oil and gas production.
2. Clean out, treat, and properly equip the existing Wilson #1-10 well, to enable potential resumption of production from the Gilcrease sandstone.
3. Permit, clean out, and properly equip the existing Wilson #2 well, for conversion to a saltwater disposal well for the prospect.
4. Install the appropriate infrastructure to produce, store, and market hydrocarbons and facilitate the disposal of saltwater and install a natural gas gathering system to transfer natural gas from the tank battery system to the nearest natural gas sales point.

Drilling of the Wilson #3-10 is the first phase of this drilling and re-working program.

Should you have any queries regarding this announcement or any aspect of the company's development please contact the undersigned.

Trevor Matthews
Managing Director

For further information please contact :

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