



ABN: 79 140 110 130

17 January 2011

ASX Release

MHR-1 Operations Update

Australian Oil and Gas explorer Jacka Resources Limited ("Jacka" or "The Company") wish to inform shareholders that the drilling of Menzel Horr-1 has been suspended and the well secured.

Tunisia has in recent days experienced civil unrest and a state of emergency has been declared. The movement of equipment and personnel has been restricted and therefore the Operator, Cooper Energy Limited ("Cooper") (ASX:COE) has taken the prudent decision to suspend the well.

The well had reached a depth of 1225 m MDRT. The first target (Ain Grab) was encountered at 1138m MDRT. Trace oil indications were noted over the intervals 1138 m – 1145 m, 1165 – 1180 m and 1220 – 1225 m MDRT, along with slightly elevated ethane and methane over background. Whilst encouraging for the deeper zones targeted in this well, these hydrocarbon indications are unlikely to represent the presence of movable hydrocarbons within the Ain Grab. Electric wireline logging is required to confirm this and will be carried out upon recommencement of the well.

It is expected that the rig will remain on location pending recommencement of drilling. Cooper, the drilling contractor and local service companies will continue to monitor the situation and further announcements will be made as operational conditions change.

Participants in the Menzel Horr-1 well are Cooper Energy (85%) and Jacka Resources (15%) and 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



ABN: 79 140 110 130

For more information please contact:

Richard Aden, Executive Director or Stephen Brockhurst, Director	Jacka Resources Limited	Tel: +61 8 9388 8041 admin@jackaresources.com.au
David Tasker	Professional Public Relations	Tel: +618 9388 0944 Tel: +61 433 112 936 David.tasker@ppr.com.au

This document has been prepared by Jacka Resources Limited for the purpose of providing an activity update to interested analysts/investors and shareholders. Any statements, opinions, projections, forecasts or other material contained in this document do not constitute any commitments, representations or warranties by Jacka Resources Limited or its directors, agents and employees. Except as required by law, and only to the extent so required, directors, agents and employees of Jacka Resources Limited shall in no way be liable to any person or body for any loss, claim, demand, damages, costs or expenses of whatsoever nature arising in any way out of, or in connection with, the information contained in this document. This document includes certain statements, opinions, projections, forecasts and other material, which reflect various assumptions. The assumptions may or may not prove to be correct. Jacka Resources Limited recommends that potential investors consult their professional advisor/s as an investment in the company is considered to be speculative in nature.

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.

Level 3, Suite 33
22 Railway Road
SUBIACO WA 6008
www.jackaresources.com.au