



Galilee Energy: Glenaras Pilot recompletion and restart

Galilee Energy Limited (ASX: **GLL**) ("**Galilee**" or the "**Company**") is pleased to provide an update on the Glenaras Pilot project in ATP529P.

As announced on 3 March 2014, Galilee has completed a comprehensive study of the prospectivity of the Betts Creek coals beds in ATP529P and the performance of the current Glenaras pilot. The study confirmed the potential for commercial gas production in the area and also determined that the current completion design utilised in the pilots is not appropriate for this geological setting.

Following consultations with AGL, the Operator of ATP529P, the Joint Venture is now in agreement to proceed with a modest workover programme to test an alternate completion strategy. The programme will involve isolating the existing open completions and perforate and test the uppermost R1 coal within the Betts Creek Formation. Pumps will then be re-run and the wells put back on production test. This completion design will provide drawdown on the coal only, and not the permeable sandstones within the Betts Creek Formation, allowing a definitive test of the gas production potential of this project. The JV expects the cost of this program to be less than \$2.0 million (\$1.0 million net to Galilee).

Galilee Energy Managing Director, Peter Lansom said, "*we are excited that the Joint Venture has approved this work programme and pilot restart. This design will enable a true drawdown on the coals without any significant contribution from the neighbouring sands. This will enable us to properly assess the production performance of the coals and hopefully brings us one step closer to reserves certification.*"

The Joint Venture is currently finalising the design parameters for this work and expects the workover programme to commence in approximately three months. Galilee will update the market once the programme is underway.

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