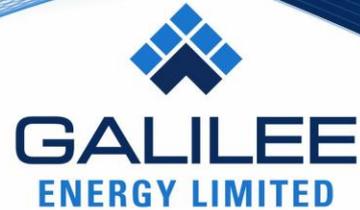


# Glenaras Gas Project – Production Update

ASX/MEDIA ANNOUNCEMENT

28 September 2018



Galilee Energy Limited (ASX:GLL) (“Galilee”) is pleased to provide an update on production operations at its 100% owned and operated Glenaras multi-lateral pilot programme located in the Galilee Basin.

Due to the excellent water rates experienced at Glenaras 12L, the existing electrical submersible pump has been operating towards the upper limit of its capability and, in recent days, we have experienced intermittent power supply problems with the well. As such a decision has been made to accelerate a pump change out at the Glenaras 12L well, replacing it with a higher capacity pump to enhance its flow capacity.

The new, larger pump had already been ordered as a spare for Glenaras 12L and is now in country. A workover rig and crew have been secured and are being mobilised to site and are targeting to commence the pump replacement towards the middle of next week.

The well is expected to be back on full production within one week following the commencement of the pump upgrade.

“The pilot is producing at water rates above expectation and we felt the most efficient and prudent course of action was to bring forward the workover and upgrade the pump capacity at Glenaras 12L immediately in order to speed up drawdown of the coal and ramp up gas production as quickly and as safely as possible.” Managing Director Peter Lansom stated.

The pilot will be on production for an extended period to de-water and lower the pressure in the surrounding coal to achieve a commercial gas flow.

Peter Lansom  
Managing Director  
Galilee Energy Limited  
+61 (0) 7 3177 9970  
[plansom@galilee-energy.com.au](mailto:plansom@galilee-energy.com.au)

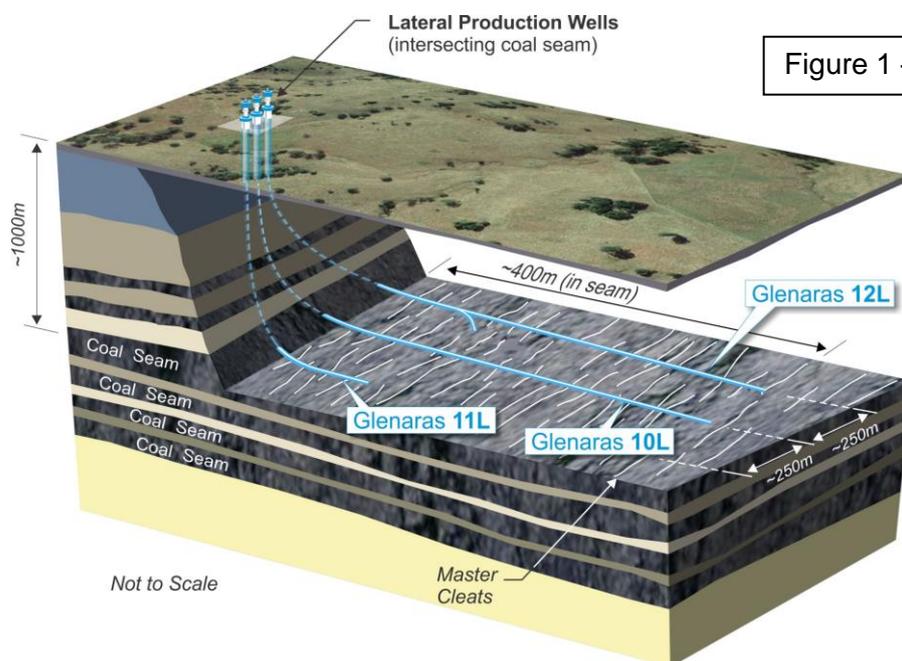


Figure 1 – Glenaras multi-lateral pilot

**About Galilee**

Galilee Energy is focused on creating a mid-tier exploration and production company building on its core strengths in coal seam gas appraisal and development. Its primary area of focus is Queensland where it is appraising the Galilee Basin whilst looking to add further acreage to its portfolio.

**Directors**

Chairman – Ray Shorrocks

Managing Director – Peter Lansom

Non-executive Director – Dr David King

Non-executive Director – Stephen Kelemen

Shares on issue – 204,012,690

Top 20 holders – 51.3% \*

Directors and Management – 4.3%

\*As at 24 September 2018