



18 October 2013

The Manager Companies
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

(4 pages by email)

Dear Madam

**PIRRAMINTA-2 EXPLORATION WELL
PEL 514, SOUTH AUSTRALIAN COOPER BASIN**

The Directors of Planet Gas Limited ('Planet Gas') are pleased to announce the commencement of drilling of exploration well 'Pirraminta-2' within PEL 514 in the South Australian Cooper Basin.

The Pirraminta-2 exploration well, will be located in the south western section of PEL514 (see Figures 1 and 2) and will be situated on a portion of the Gidgealpa-Merrimelia-Innaminka Ridge approximately 60 kilometres north northeast of Moomba.

The primary objective of the well is the oil potential of the Murta Formation which is productive in the Merrimelia oil field approximately 20 kilometres to the southwest.

The Pirraminta-2 well is located on a large 4-way dip closure and will be drilled to a total depth of 1,740 metres, with 18 metres of core to be cut through the Murta Formation to evaluate the reservoir potential.

The Ensign Rig 48 is currently rigging up for spudding in the coming days.

Sprigg-1 well Update

The Sprigg-1 exploration well which was spudded on 6 October is currently drilling ahead at 1,546 metres with total depth planned for 2,464 metres. The primary target is to test the oil potential of the Tinchoo Formation from 2,050 metres.

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Planet Gas holds a 20% project interest in PEL 514 while Senex Energy Limited ('Senex'), holds an 80% interest and is the operator.

The Sprigg-1 and Pirraminta-2 wells form part of the initial farm-in agreement with Senex of December 2011. As part of that agreement Senex is required to drill two wells by end November 2013 while Planet Gas is carried for the program.

For further information, contact Anthony McClure or Peter Nightingale on +61 2 9300 3322.

Yours sincerely

A handwritten signature in black ink, appearing to read 'PJN', with a stylized flourish at the end.

Peter J. Nightingale
Director

pjn7434

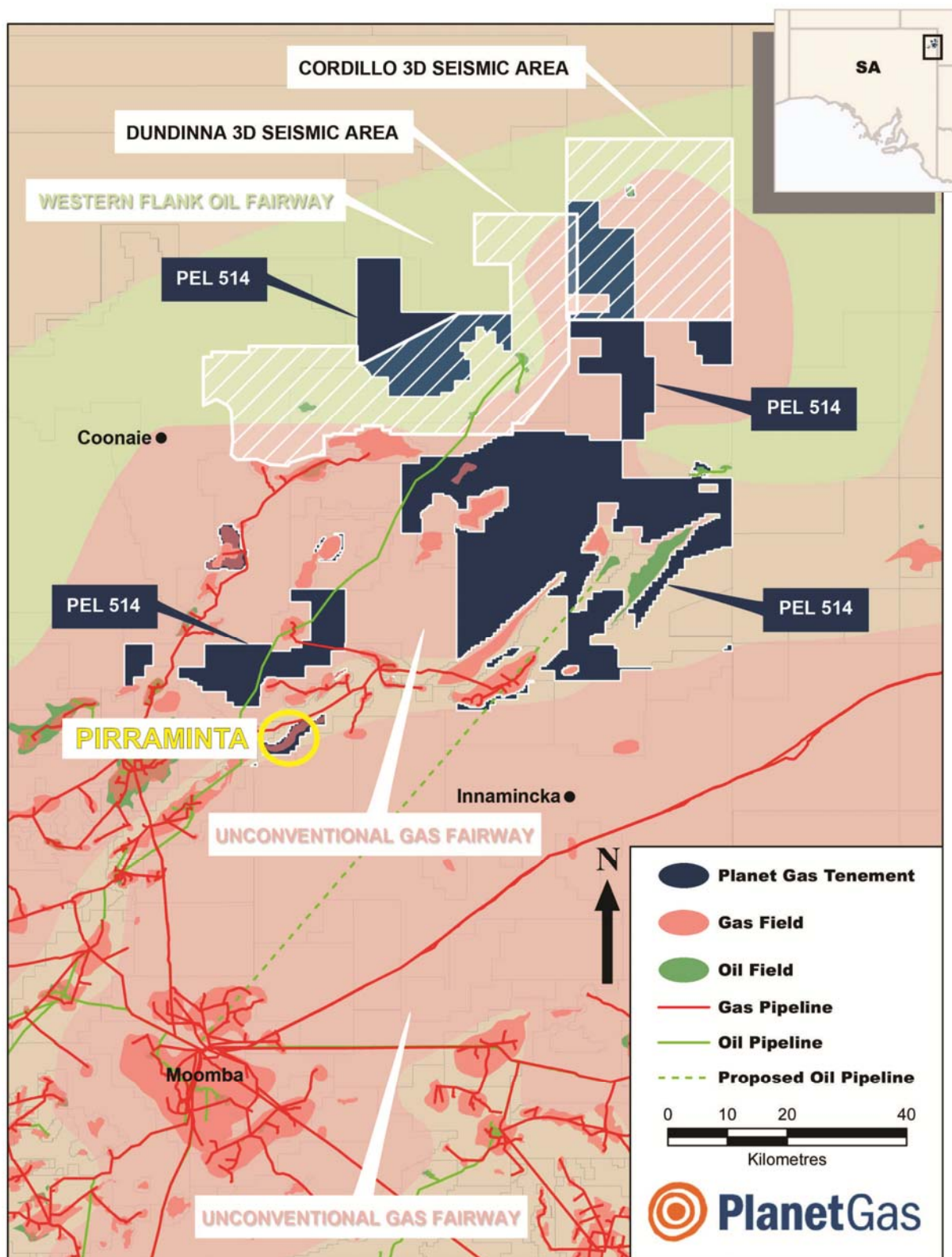


Figure 1: Location Pirraminta Field

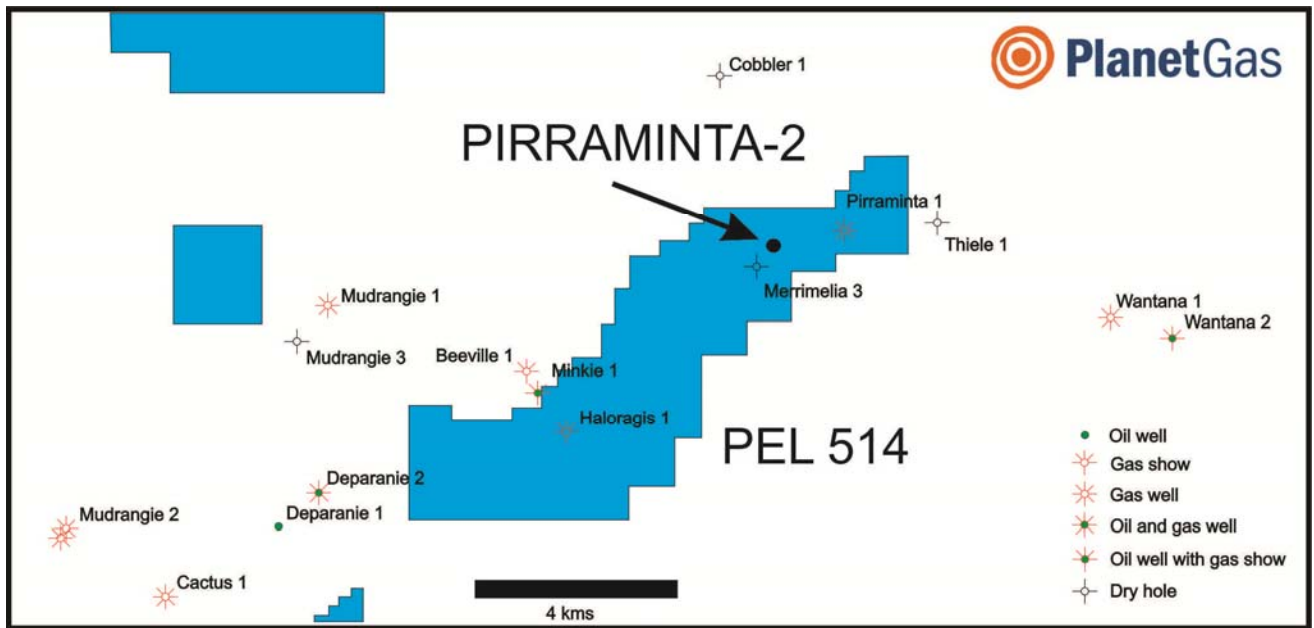


Figure 2: Pirraminta Field