

Galilee Energy: Glenaras Pilot Review Completed

Galilee Energy Limited (ASX: **GLL**) ("**Galilee**" or the "**Company**") today announced the completion of its detailed review of the Glenaras Pilot in ATP 529P utilising the technical skills and experience of the new board and management.

The review included a comprehensive geological and engineering assessment of all the available technical data from both the Glenaras and Rodney Creek pilots along with information from exploration wells and seismic data collected across ATP 529P.

In summary the review:

- Confirms the prospectivity of the late Permian Betts Creek coal beds over a large area of ATP 529P. The quality of this resource, including the coal thickness, permeability and gas content, has the potential to support commercial gas production.
- Determined that the well completion design utilised for the current Glenaras Pilot and the previous Rodney Creek pilot, particularly the application of fracture stimulation, is not appropriate for this geological setting. The current design is unlikely to result in sufficient pressure drawdown of the coals in a timely manner, as a result of water influx from other zones within the Betts Creek coal section. This lack of pressure drawdown in the coals is the reason for the minimal gas production seen in this area to date.

As a result of the review, and in consultation with AGL, the Operator of ATP 529P, the Joint Venture has agreed to cease operation of the Glenaras Pilot in its current form.

Galilee has proposed to AGL a modest recompletion program utilising the existing Glenaras Pilot wells and infrastructure and an alternate completion design. Galilee believes this program has the best chance of delivering a significant drawdown of the coal utilising existing infrastructure and therefore provides a true test of the gas production potential of this project.

Galilee will provide a further update once discussions regarding the proposed program have been concluded.

In parallel with the Glenaras review, and in order to better deploy its existing capital reserves, the Company has continued to investigate a wide range of new opportunities for direct and indirect participation in high impact exploration/appraisal drilling.

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