



ABN 41 009 117 293

# **FIRST AUSTRALIAN RESOURCES LIMITED**

*Incorporated in Western Australia*

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## **ASX ANNOUNCEMENT AND MEDIA RELEASE**

### **DRILLING UPDATE**

#### **Lake Long Project, Lafourche Parish, South Louisiana**

#### **Gas shows in Upper and Middle Hollywood targets in SL 328 # 9 Deep Well**

#### **Drilling ahead toward Lower Hollywood target (FAR 10.1875 percent)**

The SL328 # 9 well on the Hollywood Prospect, Lake Long, South Louisiana, is currently at 12,308 feet measured depth (12,246 feet true vertical depth) drilling ahead vertically through target Hollywood Sand objectives toward planned total measured depth of 13,550 feet.

Gas shows have been encountered while drilling both the Upper and Middle Hollywood objectives and the well is now drilling toward the final Lower Hollywood target. Gas show details follow:

- the Upper Hollywood objective at 11,742 feet measured depth (11,680 feet vertical depth) recorded a drilling break with a coincident gas show on the mud log over a 30 foot interval. Peak gas show was 390 units (~ 5 times background) seen through 15 pound mud weight. Sands appear laminated from the LWD gamma/resistivity logs but have produced from a similar looking sand section in the AMOCO SL 328 #28 well in the Lake Long field;
- the Middle Hollywood objective at 12,222 feet measured depth (12,160 feet vertical depth) appears to have 26 feet of net pay based on LWD gamma/resistivity logs. A drilling break with a coincident gas show on the mud log was also evident at this depth. Peak gas show was 130 units (~ 3 times background) seen through 16 pound mud weight. These sands which exhibit seismic amplitude anomalies have also produced from wells in the field (particularly from FAR's nearby down dip Palace SL 328 #1 well in a separate structure).

The significance of these shows and LWD observations will be not be known until they are fully evaluated by electric logs once total depth has been reached.

#### ***Background***

The well is targeting multi-pay Hollywood objectives, lying between 11,800 feet measured depth (11,700 feet true vertical depth) and planned total measured depth of 13,550 feet, which have been estimated by the Operator to have a cumulative potential of 21.7 billion cubic feet of gas and 760,000 barrels of condensate. The prospect is considered to be relatively low risk given good 3D seismic amplitude support of the multi-pay targets and nearby well control.

Interests in the well are also held by the Operator, Kriti Exploration Inc and ASX listed entities Amadeus Energy Limited and Sun Resources NL.

Commenting on the Lake Long announcement, FAR's executive Chairman Michael Evans said:

*"FAR enjoys a 100 percent completion rate within the Lake Long field and subject to confirmation by high resolution wireline logging (and possibly sidewall cores and formation tests) early indications are that we will replicate the success achieved in our initial Hollywood discovery."*

*For information on FAR's drilling activities visit our website at [www.far.com.au](http://www.far.com.au)*