

The Company Announcement Officer ASX Ltd
via electronic lodgement

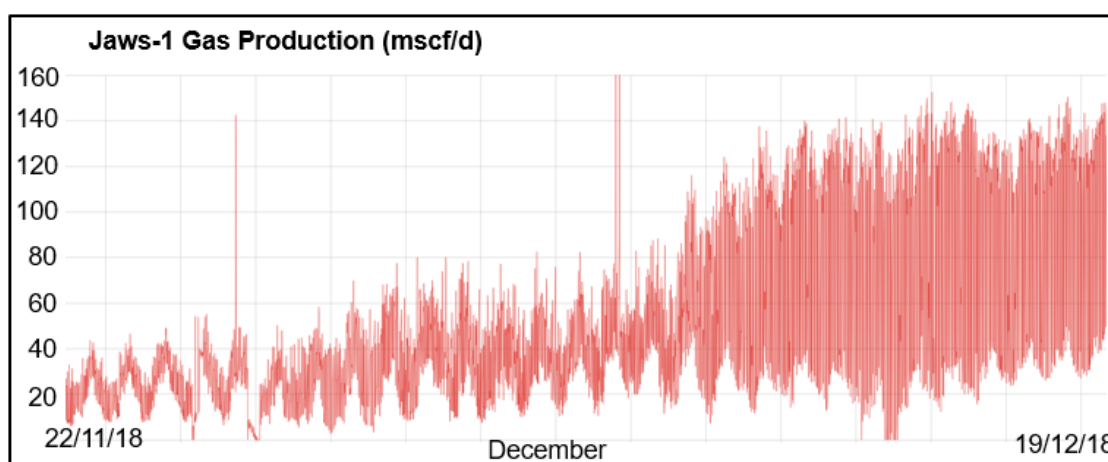
JAWS PILOT UPDATE

Highlights

- **Jaws gas production continues to build.**
- **Water productivity remains high throughout desorption period.**

Strike Energy Limited (**Strike** - ASX:STX) has received several shareholder queries on progress of production operations at the Jaws-1 appraisal wells. Strike is pleased to inform its shareholders that gas production from Jaws continues to grow on trend as further coal enters the critical desorption window.

The bands of daily production continue to narrow while overall increasing as greater continuous flows are achieved. These flows are indicative of matrix desorption now occurring which is expected to propagate throughout the depressurised area of the reservoir.



Strike continues to manage the reservoir drawdown carefully to ensure the maximum volume of coal remains in communication with the well and enters the desorption window. Water production remains stable which indicates that continued fluid recovery will yield material gas production growth. Pump speed has been kept flat throughout this period with bottom hole pressures only reducing a few PSI per day.

The Jaws-1 project wells are located at the Southern Cooper Basin Gas Project (**SCBGP**) in PEL96 (Strike Operator and 66.67%, Energy World Corporation 33.33%).

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