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Martin County Texas

Well Status Report - Thomas 10-1

Project	Motherlode
Prospect	Key East
Well Type	Oil and Associated Gas
Location	Martin County Texas
Depth	11,000 feet
Working interest	12.5%
Operator	North American Energy and Endeavor Energy Resources

Advance Energy Limited (AVD) has been informed by its Operations Manager, North American Energy Inc ("NAE") that the Thomas 10-1 well has been spudded. NAE, in conjunction with Endeavor Energy Resources ("EER" the well operator) are in the process of drilling the well to a target depth of 11,000 feet. The well will test six (6) productive horizons and is expected to be completed in ten (10) days.

The Thomas 10-1, a step out well from the Thomas 4-1, is expected to come on line at approximately 100 bopd and 200 mcf of gas to the 100%. The completed well cost is anticipated to be US\$1,000,000 for the 100% (US\$125,000 for AVD's interest) and will be funded from cash at bank.

Advance Energy Limited is focused on the acquisition and development of oil and gas producing assets in Texas USA. The company aims to acquire assets with a combination of debt and equity that have current production and cash flow and to enhance production and cash flow through the further development of these assets. Once a property has reached its full productive potential and/or has achieved economic payout to Advance Energy, the Company would look to on sell all or part of its interest. It is the aim of the Company to develop a portfolio of assets which will be developed and traded to maximize returns on funds invested.

For further information contact:

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