



GOLDEN GATE PETROLEUM LTD

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Market Release (*via facsimile*)



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Syd – A3 Flows Gas

- ❖ Syd – A3 flows gas at an estimated rate between 200 and 300 mcf per day
- ❖ Sales of gas from Syd – A1 have commenced
- ❖ Sales from Syd – A2 expected to commence within the week
- ❖ Re-completion of well #2501 has commenced

BETHANY – TEXAS (100% W)

Syd – A3

The Board of Golden Gate Petroleum Ltd is pleased to announce that on a flow of short duration Syd – A3 flowed at an estimated rate between 200 and 300 mcf per day. The well is producing some water which is impeding the flow of gas. A pumping unit will be installed in order to remove the water and maintain a reasonable flow of gas. Water production is expected to decrease as the well cleans up. Syd – A3 will be tied into the Company's gas gathering system.

Syd – A1

The pipeline connecting the Company's production facilities to the main gas sales line has been completed and sales of gas from Syd – A1 commenced yesterday. It is intended that over the next week the well will be gradually opened up from an initial rate of 325 mcf per day to a rate between 450 and 500 mcf per day.

Syd – A2

Work connecting Syd – A2 to the production facilities is in progress and is expected to be completed within a week. At that time sale of gas from Syd – A2 will commence.

Well # 2501

Re-completion of well # 2501 (an existing shut in oil well) has commenced. The aim is to re-complete the well in the Paluxy gas sand. If the re-completion is successful it is expected that the well will added some 500 mcf to daily production rates.

On behalf of the
Board of Directors

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