



GOLDEN GATE PETROLEUM LTD



(A B N 3 4 0 9 0 0 7 4 7 8 5)

1st Floor, 8 Colin Street
West Perth WA
Australia 6005

Telephone: +61 8 9324 1177
Facsimile: +61 8 9324 2171

PO Box 453
West Perth WA
Australia 6872

Email: admin@ggpl.com.au
Website: www.ggpl.com.au

25 September 2007

SPUDDING OF LA PLAYA #2

La Playa #2 (La Playa Prospect), Padre Island, Tx, Non-Operator 20% WI

The Board of Golden Gate Petroleum is pleased to announce the commencement of the drilling of the La Playa #2 well. This is an appraisal of the La Playa shallow structure from which the original LaPlaya #1 discovery well has been producing since 2001.

The well has a planned total depth of 12,256 feet (measured depth). Drilling is expected to take approximately 35 days.

The La Playa #2 well is targeting the MT34 and MT35 sands within the Upper Frio section of the La Playa structure. The trap is a three way fault closure and occurs along the same fault trend as the currently producing LaPlaya #1 well.

La Playa #1 was drilled in 2001, initial production was 2 mmcf/d from the MT35 sand however the production casing collapsed soon after completion and as a consequence the MT35 and MT34 sands within the well were no longer accessible. Since the casing collapse production has been achieved by the completion of several thin shallower sands in the well. The LaPlaya structure has the potential to contain unrisked gas reserves of around 40bcf.

On behalf of the
Board of Directors

Contact:

For further information contact:

Sam Russotti
Executive Chairman
Phone +61 2 6587 4348

Jeff Copley
Technical Director
Houston, Texas
Phone 713-334-0986

Mark Freeman
Finance Director
Phone +61 8 9324 1177

Golden Gate is an independent oil and gas exploration and production company listed on the Australian Stock Exchange. Its focus of operations is onshore Texas and Louisiana Gulf Coast region of the USA.