



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

10 October, 2007

Market Release (*via electronic lodgement*)

PO Box 453
West Perth WA
Australia 6872

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

BOWTIE #1 WELL SPUDDED

Bowtie East #1 (East Texas Prospect renamed "Bowtie Prospect"), Brazoria & Matagorda County, Tx, Non-Operator 18% WI. Operator Texakoma

The Board of Golden Gate Petroleum (ASX Code: GGP) is pleased to announce the commencement of the drilling of the Bowtie East #1 Well which spudded on 10 October 2007.

The well has a planned total depth of 13,000 feet (measured depth). Drilling is expected to take approximately 30 days to reach the main objective in the Vicksburg sands.

Total reserves are estimated (P50) to be 65 BCF of gas and 2.5 million barrels of oil. The well is evaluating three independent targets, defined by new 3D seismic.

A detailed summary of the Project is located on the Company's website please see:

http://www.ggpl.com.au/operations_easttexas.html

On behalf of the Board of Directors

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 +618 9324 1177

This report has been reviewed and signed off by Mr Sam Russotti, CEO, (BSc Geology) and Mr. Jeff Copley, Technical Director (BSc Geology & MSc. Geophysics), both with over 30 years experience in the oil and gas sector.

Forward Looking Statements

This announcement contains forward looking statements that are subject to risk factors associated with oil and gas businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to: price fluctuations, actual demand, currency fluctuations, drilling and production results, reserve estimates, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory developments, economic and financial market conditions in various countries and regions, political risks, project delay or advancement, approvals and cost estimates.