



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

26 February 2008



PO Box 453
West Perth WA
Australia 6872

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

BOWTIE EAST TESTING UPDATE

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) advises that a testing program has been underway over two of the primary objectives with a third shallow gas interval yet to be tested. The deep Vicksburg sands, in the primary objective were tested and determined to be tight and though within a viable trap are not capable of production. Calibration of the 3D seismic response, based on these results, provides improved optimism and expanded reserve expectations for the Bowtie West Prospect to be drilled in the second quarter.

The test of the shallower Truitt-Bouldin sands (~10,500ft MD) was conducted most recently after an attempted remedial cement squeeze. A 100 ft interval was perforated with recovery of mostly saltwater with minor oil shows. This test was considered inconclusive as the cement squeeze has been determined to not to have been successful in isolating the potential oil pay objective from the overlying, high permeability wet sands.

The operator and partners are currently considering plans to either re-cement the upper portion of the pay interval in order to improve isolation for the subsequent testing or side track the well from above the liner cement at about 8,000ft. The joint venture is considering PDK (pulsed neutron) log be run to provide added confirmation that recoverable hydrocarbons are present prior to further operations.

While testing of the Truitt-Bouldin sands in the Bowtie East well continues, a comparison of the characteristics of these producing pay sands in the surrounding analog productive wells further demonstrates the interpretation of log pay in the Bowtie East well. The estimated reserves from the Truitt-Bouldin reservoirs are 800,000 to 1 million barrels.

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:

Steve Graves
Managing Director
Phone +1 805 469 4656

Jeff Copley
Technical Director
Phone + 1 713-334-0986

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.