



# GOLDEN GATE PETROLEUM LTD



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

1<sup>st</sup> 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](mailto:admin@ggpl.com.au)  
Website: [www.ggpl.com.au](http://www.ggpl.com.au)

1 July 2008

## **GAS DISCOVERY - LAPLAYA #2 FLOWS AT 1.3 MMCFD**

### **La Playa #2 (La Playa Prospect), Padre Island, Tx, Golden Gate has 20% WI, BNP is the Operator**

The Board of Golden Gate Petroleum (ASX Code: "GGP") is pleased to announce successful test results from the La Playa #2 exploration well.

La Playa #2 was drilled in October 2007 and testing has been delayed due to extensive analysis and other well commitments. Following the successful test, the well has been tied directly into the sales grid along with GGP's other producing wells in the area and has been producing at a rate of more than 1.3 million cubic feet per day of gas from a perforated 2 ft interval over an extended production testing period.

The current thin producing zone is the lowest of a series of apparent gas productive reservoirs, across a 300 foot gross interval in the Cib Haz, which is a prolific producing section in the area. This initial production test is very encouraging, as it upgrades the remaining potential reservoirs higher in the borehole as well as the larger-scale trap of the prospect.

Above the current producing interval is a potential larger reservoir (~ >30 ft of net gas pay) with low calculated water saturation and direct indications of gas in the cement bond log. This interval will be tested when the current zone has been fully produced. A successful test in this zone would be expected to lead to significantly higher flow rates. The Company is carefully evaluating the potential extent of this newly discovered reservoir.

The addition of La Playa #2 presents a high value proposition at current gas prices at \$12.50 mcf and hence significantly improves GGP's cash flow. GGP has several high impact wells planned over coming months of which Jumonville #1 is currently drilling.

#### ***For further information contact:***

Steve Graves  
Managing Director  
Phone +1 805 469 4656

Mark Freeman  
Director  
Phone +61 8 9324 1177

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

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.