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Market Release (*via electronic lodgement*)

PROJECTS UPDATE

The Company will be conducting a series of broker briefings over the next week in Melbourne, Sydney and Adelaide. A summary of the presentation is set out below. The full PowerPoint presentation will be available on the Company's website as well as the ASX website.

The Wolfberry Trend Development (the Permian Basin Project) will be subject to a separate presentation which will be released to the market on Monday 11 April.

Overall Strategy

- Shift focus to well defined oil development (low risk) projects such as the Wolfberry Trend Development
- Take existing 3D Seismic Licensing base to develop and promote GGP prospects. GGP would receive a free carry on initial exploration wells
- Continue drilling and development of:
 - Fausse Point (Oil)
 - Napoleonville (Oil & Gas)
 - Bullseye (Oil)
 - Bowtie West (Gas)
- Capital budget is approximately USD 1 million for projects excluding the Wolfberry Trend Development for the balance of 2011.

Fausse Point Project

- The Company has acquired 3D seismic over the entire Fausse Point Salt Dome and has reprocessed the data to improve previous poor quality.
- Initial interpretations have identified a target (missed) in TGR #1 well due to undefined fault
- TGR#1 target appears to be in up-thrown fault block that closes against salt up-dip
- The Company will be completing interpretational work and preparing a side-track or appraisal well for partner review.
- The Company has an 18% working interest in the project and is the operator.

3D Seismic Project

- GGP owned or has acquired three 3D Seismic licences. Fausse Point (Louisiana), Magnet Withers (Texas) and Padre Island (Texas).
- GGP is reprocessing the data with latest techniques to identify prospects never identified. The Company is already building a prospect inventory.
- GGP will build a leasehold position and promote prospects, which will enable the Company to earn a carried position in initial exploration wells.

Bullseye Project

- Jumonville #1 & Jumonville #2 wells have produced approximately 300,000 barrels of oil and 160 million cubic feet of gas
- They are currently producing at around 100 barrels of oil equivalent per day
- Revenues are priced off Louisiana Light Sweet Crude, which is currently at a USD \$15.60 premium to West Texas Intermediate
- The Company is preparing for the next development well in the Miogyp and Camerina
- Site Surveys, AFE and a well plan have been completed
- The Company has over a 50% working interest in this project, is the operator and is examining possible farm in candidates to share drilling costs

Napoleonville Project

- Dugas & Leblanc #2 well is producing approximately 30 barrels of oil and 1.8 million cubic feet of gas per day from the lowest interval. The Company expects increased production levels as the primary interval in the "M" Oil Sand is opened up.
- Dugas & Leblanc #3, a development well in the discovery, is expected to commence drilling operations within the next ten days. It will be producing from the lowest known "O" Sand and is expected to primarily be a gas well with potential recoverables of 7 BCF of gas and 300 MBBL of oil.
- The Company has a 15% working interest in the prospect

Bowtie West Project

- Bowtie West is ready to drill and the Company is currently waiting on the operator to contract a rig and schedule drilling operations targeting the prolific Vicksburg sandstone reservoir
- Relatively low-risk exploration prospect with prospective reserves estimated at 51 BCFG and 1.7MMBO
- Analogue producing wells exist nearby, with IPs >8 MMCFG per day and cumulative production of >10 BCFG
- The Company has a 18% working interest (paying 20%) in the Bowtie West prospect

Silverwood Project

- On production at minimal levels (5 to 8 barrels per day)
- Partners have elected to exit the project
- The Company is currently assessing next steps and retains an 85% working interest in the Project and is the operator

Padre Island Project

- The operator is still in bankruptcy.
- The Company is examining various options to further develop knowledge base and seismic license.

Other Projects

- The Company is examining other oil projects in the Wilcox Formation in South Louisiana and other familiar target intervals, leveraging off our experience base.

For further information contact:

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

COMPETENT PERSONS STATEMENT: The information in this report has been reviewed and signed off by Mr Mark Decker, Geologist (BS. Geology), with over 34 years respective relevant experience within the oil and gas sector.

This report contains forward looking statements that are subject to risk factors associated with resources 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.