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Market Release (*via electronic lodgement*)

DUGAS & LEBLANC # 3 ELECTRIC LOGS RESULTS

Napoleonville- Dugas & Leblanc #3 Well, Assumption Parish, Louisiana, Non Operator 15% WI

The Dugas & Leblanc #3 well spudded on 16 April 2011 and reached TVD of 8,000ft (TD 8,920ft) on Saturday, 30 April 2011.

The Board is pleased to advise cased-hole electric logs have been run through the "M", "Stray" and "N" sands with a total of 31ft of gas and 33ft of oil net pay having been identified. The majority of net pay is in the "M" sand with 18ft gas and 33ft of oil. The potential presence of oil in the "M" sand is an interesting and positive development and is supported by the "M" sand being only 13ft high to the "M" sand in the D&L#1 well. This has meant that the structure likely contains more oil and less gas.

The "O" sand will be logged once the workover rig arrives at location (ETA Monday 23/5/11), to remove blockages at the bottom of the casing.

The mud log indication of an "S" sand was incorrect and gas shows were correlating to the "M", "Stray", "N" and "O" sands.

The Dugas & Leblanc #3 well is updip of the #2 well and has intercepted the "M", "N", "Stray" and "O" sands. When completed, production will start at the lowest hydrocarbon saturated sand and as each zone depletes the zone above will be completed. The D&L #2 well is currently producing in the "N" sand. Once this production depletes the 41ft of net pay in the "M" sand will be completed for production.

The Company will revise its estimated recoverable hydrocarbons following thorough review of the logs.

Partners in the D&L #3 well are:

Company	WI
Grand Gulf Energy Ltd	39.5%
Golden Gate Petroleum Ltd	15.0%
Other Partners	45.5%

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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.