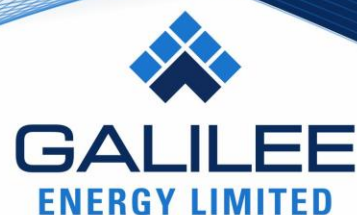


Glenaras Gas Project – Production Update

ASX/MEDIA ANNOUNCEMENT

19 November 2018



Galilee Energy Limited (ASX:GLL) (“Galilee”) is pleased to provide an update on production operations at its 100% owned and operated Glenaras multi-lateral pilot programme located in the Galilee Basin.

Operations at Galilee’s Glenaras Gas Project continue to perform strongly and demonstrate excellent productivity, with water rates consistently in the 3,500 - 4,000 BWPD in aggregate. Gas production continues at circa 15 - 20 Mscfd from the pilot and the project is running to schedule with the new pump on Glenaras 12L performing to plan.

Evidence of pressure communication between each of the lateral wells suggests the pilot is accessing a reasonable drainage area which augurs well for gas recovery once the area gets below the critical desorption pressure.

A successful pilot achieving commercial gas rates has the potential to book 500 PJ+ of Proved and Probable Reserves.

Peter Lansom
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About Galilee

Galilee Energy is focused on creating a mid-tier exploration and production company building on its core strengths in coal seam gas appraisal and development. Its primary area of focus is Queensland where it is appraising the Galilee Basin whilst looking to add further acreage to its portfolio.

Directors

Chairman – Ray Shorrocks

Managing Director – Peter Lansom

Non-executive Director – Dr David King

Non-executive Director – Stephen Kelemen

Shares on issue – 204,012,690

Top 20 holders – 51.3% *

Directors and Management – 4.3%

***As at 24 September 2018**