

CKU Project: Drilling update

ACN 000 752 849

ASX Code: ABL

Level 4, 100 Albert Road South Melbourne VIC 3205

Contact:

Phone: +61 (0)3 9692 7222 Fax: +61 (0)3 9077 9233

Board of Directors:

Paul Salter (Chairman) Peter Best (Executive)

Craig Mathieson (Non-executive)
Mordechai Benedikt (Non-executive)

Company Secretaries:

Justin Mouchacca Melanie Leydin

Securities on Issue:

366,116,475

About Abilene Oil and Gas Limited

Abilene Oil and Gas Limited is a Mid West USA focused production, development and exploration company. The company assets are located in Kansas. The company strategy is focused on building up oil production assets, increasing drilling locations and adding exploration acreage in the region. The company strategy is based on a combination of targeting high return projects and innovative funding while maintaining low overhead and corporate costs.

CKU Project: Woelk #1-18 drilling result

ASX Announcement

Abilene Oil and Gas Limited ('Abilene' or 'the Company') the company is pleased to advise that the Woelk #1-18 has been successful and will be completed as an Arbuckle producer. The details of the successful Arbuckle test are detailed below:

a) Name: Woelk # 1-18 (Krug)

a) Type of well: Exploration

b) Location: Russell County, Kansas

c) Equity: 49%
d) Gross/net pay: N/A
e) Rock type: Dolomite
f) Depth of test: 3116-3131 feet

g) Type of test: open hole drill stem test

g) Duration test: 75 minh) Hydrocarbon: oil (34 API)

Recovery volume: the following recoveries were made: 90 feet clean oil, 202 feet mud cut oil (15% oil, 85% mud).

i) Choke/ flow rate: the well did not flow to surface

k) Frac stimulation: N/Al) Other Gases: nonem) Other info: N/A

The well was drilled to TD of 3131 feet and will be completed as an Arbuckle producer. The well has been logged, production casing is being run, after which the rig will move to the next location.

For further information or enquiries, please contact:

Paul Salter

Non-executive Chairman T: +61 (0)3 9692 7222

Competent Person Statement Information – The geological information contained in this report have been compiled or reviewed by Mr Peter Best, Executive Director of ABL. Mr Best has over 33 years of experience in petroleum geophysics and geology and is a member of the American Association of Petroleum Geology and member of the Society of Petroleum Engineers. Mr Best consents to the inclusion of the information in this report relating to geological information in the form and context in which it appears.