



CKU Project: Drilling update

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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.

Abilene Oil and Gas Limited ('Abilene' or 'the Company') is pleased to provide the following update in relation to commencement of further drilling activities at the Central Kansas Uplift Project ('CKU') as received from the joint venture operator CMX Inc. ('CMX').

CKU Project: Steiner #1-25 well starts drilling

CMX has advised that the rig has moved to the Steiner #1-25 location and that drilling has commenced. The well is to be drilled to a Total Depth (TD) of 3400 feet and is expected to take 8 days.

CKU Project: Driscoll #1-20 SWDW well starts drilling

CMX has advised that a second rig has moved to the Driscoll #1-20 location and that drilling of the Salt Water Disposal Well ('SWDW') has commenced. The well is to be drilled to a Total Depth (TD) of 3600 feet and is expected to take 6 days. This well will be used as a dedicated SWDW for the Woelk area production wells and allows for optimal and efficient production.

For further information or enquiries, please contact:

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Non-executive Chairman
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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.