



CKU Project: Drilling update

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Board of Directors:

Paul Salter (Chairman)
Peter Best (Executive)
Craig Mathieson (Non-executive)
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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.

Abilene Oil and Gas Limited ('Abilene' or 'the Company') provides the following update in relation to the recently drilled Steiner #1-25 well as provided by the joint venture operator CMX Inc. ('CMX').

The Steiner #1-25 has been plugged and abandoned after failing to intersect commercial volumes of hydrocarbons. The well was drilled to a total depth of 3,383 feet. The primary target, the Arbuckle formation was tested but recovered primarily water and small amounts of oil. Accordingly the operator has recommended that the well be plugged and abandoned as it was considered uneconomic to complete the well.

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.