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Drilling Underway in Saline Point

Drilling of the third well (TDW 34 No.1) in the Saline Point oil exploration project has commenced. The well is targeting multiple stacked Middle-Wilcox oil sands. Typical reserves for wells in this area range from 300,000 to 600,000 barrels. The target depth of 4,800 feet is expected to be reached late next week.

The two previous Saline Point test wells were drilled in late 2007. Both wells intersected oil-bearing sands within the primary objective. One well was plugged and abandoned; the other was completed but could not deliver commercial quantities of oil due to excess water production and was also plugged. The information from the two prior wells supports the drilling of the third well which is planned to test the interval in a better structural location.

“Although the two initial tests were not commercially successful, they supplied us with important information which was used to select the third location,” said Justin Pettett Pryme’s Managing Director. “Production facilities and associated infrastructure are already in place, making the turnaround from discovery to production quicker and less expensive than usual.”



Production Facilities in place at the Saline Point Project, LaSalle Parish Louisiana

Project Description

Pryme has a 26.96% Working Interest (20.22% Net Revenue Interest (NRI)) in the Saline Point project. Saline Point is located in the southern portion of Catahoula Lake in LaSalle Parish, Louisiana. The project is targeting in excess of 1 million barrels of oil and is located near the Catahoula Lake and South Catahoula Lake oil fields which to date have produced 24 million and 4 million barrels of oil, respectively.



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Pryme Oil and Gas Limited is an Australian oil and natural gas producer and explorer with interests in the U.S., the world's biggest oil market. The company has an exceptional suite of exploration projects focused on Louisiana, the fifth-largest oil-producing state in the U.S. These projects are funded in part by existing cash flow. Pryme's management team has over 75 years of energy industry experience and has uniquely focused local knowledge, underscored by the proven track records of its managers and directors. Directors of the company are George Lloyd (Non Executive Chairman), Justin Pettett (Managing Director), Ryan Messer (Executive Director) and Ananda Kathiravelu (Non Executive Director).