



# **sunset energy** Ltd

15 November 2010

Manager Announcements  
Company Announcements Office  
Australian Securities Exchange  
10th Floor, 20 Bond Street  
SYDNEY NSW 2000

## **Triple Crown Prospect – Well Update**

### Progress and Status

Sunset Energy advises that the first exploration well in the Triple Crown Prospect spudded on the 9<sup>th</sup> November 2010. The well is being air drilled by a Precision drilling rig with the drilling operations managed by an experienced Midland based contract operator.

Progress to date has seen the surface portion of the well drilled and casing set at 1393 feet KB.

At 06:00 AEST on Monday 15<sup>th</sup> November 2010 the current operation was waiting on cement to set. The planned total depth of the well is 7,500 feet.

### Prospect Overview

The Triple Crown Prospect possesses three independent exploration opportunities across over 45,000 acres of leasehold. The first and primary opportunity is to explore for potentially huge gas production in the vertically fractured Ellenburger Dolomite trapped on 3 large-scale, anticlinal closures. The second opportunity consists of complementary exploration for multiple Lower Canyon Sand gas reservoirs deposited around and over the Ellenburger structures. The third is to develop an unconventional gas play within the prospect area.

The well has been designed to test all three opportunities with the well located on the largest of the known anticlinal closures.

The well has the following objectives:

- ▶ Confirm presence of gas in the different target zones
- ▶ Confirm thickness of gas reservoirs
- ▶ Determine reservoir quality and confirm the presence of the fracture network in the Ellenburger.

Further updates will be provided as the well progresses.

Yours faithfully,

For and on behalf of Sunset Energy Limited



Paul Bilston  
Managing Director

# TRIPLE CROWN PROSPECT OVERVIEW

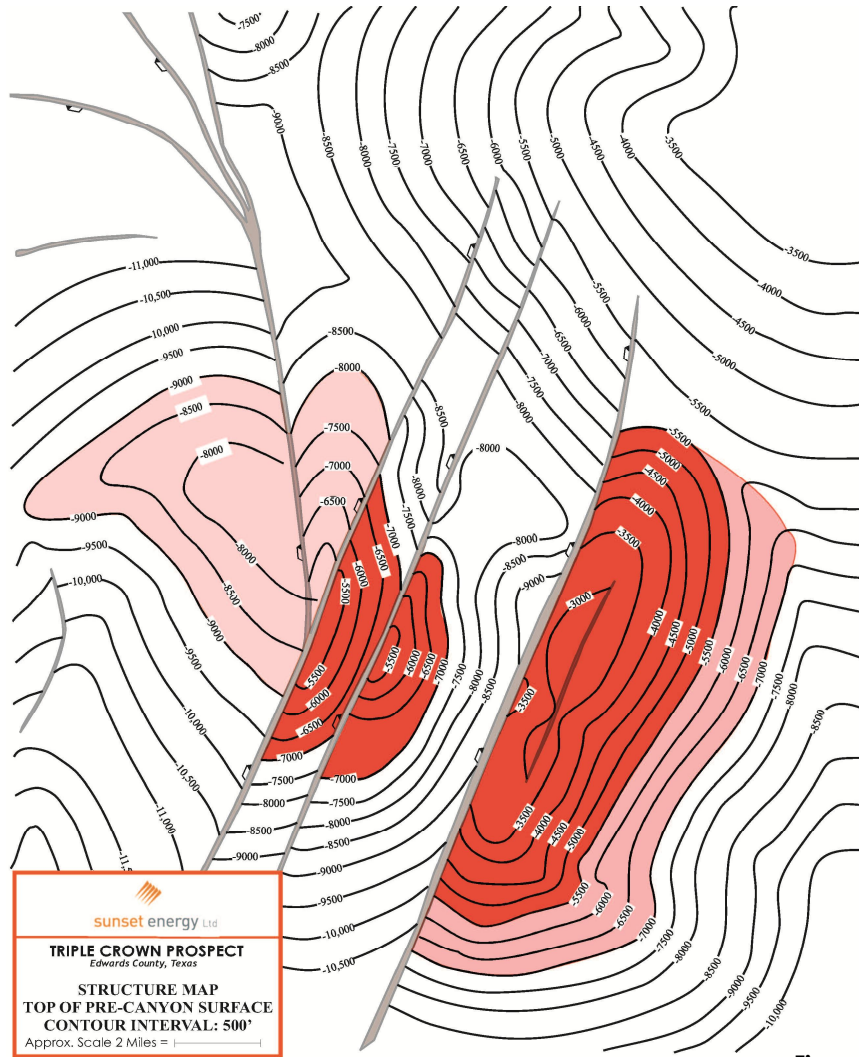


Figure 1  
Top Structure Map

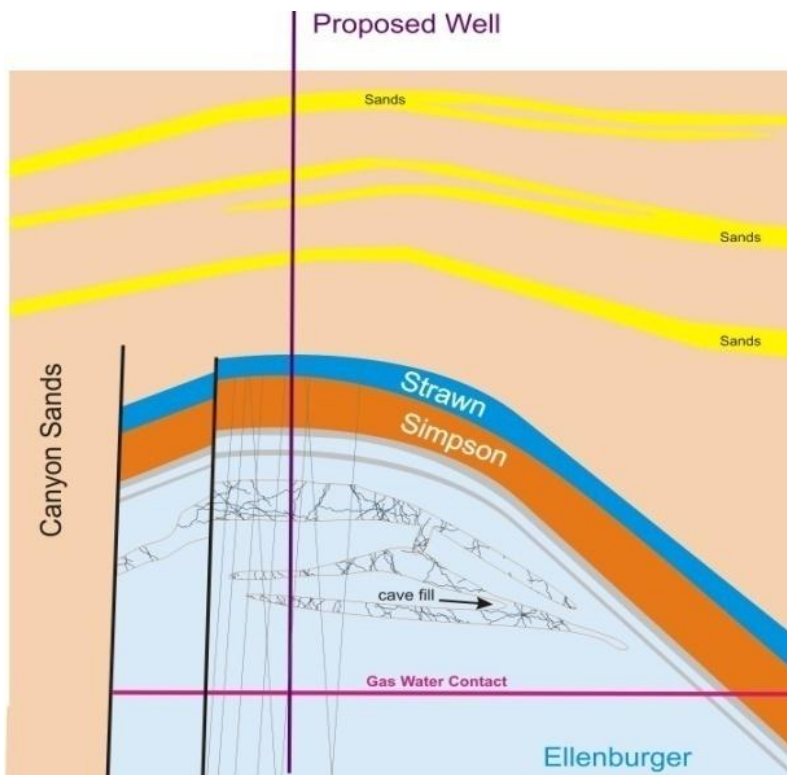


Figure 2  
Schematic Cross Section across Prospect