

The Company Announcement Officer
Australian Securities Exchange Ltd
via electronic lodgement

Assessment of onshore gas shows continuing

Strike Energy Limited (ASX: STX) advises that it is continuing wireline logging and evaluation of the gas shows recorded in the main objective in the Steindorf-1 well on the onshore Deerslayer prospect in the Gulf Coast, Texas, USA.

This is expected to be finished within 1-2 days, when a decision will be made on whether to complete the well for production testing.

Strike Energy has a 30% Working Interest in the Deerslayer prospect.

The Deerslayer prospect in the Wilcox Formation has a prospective gas resource of 200 billion cubic feet (Bcf) of gas and has the potential to significantly increase the Company's growing gas and condensate reserves.

Company Background

Strike is an active ASX-listed oil and gas exploration and development Company with high-margin gas/condensate production. The Company has substantial growth potential from its exploration acreage in both Australia and the USA.

In the USA, the Company produces approximately 570 barrels of oil equivalent per day from interests in three fields in Texas, where it has achieved a 1-in-2 success rate and where it is undertaking an ongoing exploration program to further expand its production profile.

OUR STRENGTHS

- High margin producer
- Multiple large scale growth options
- Experienced team
- Long term track record of success

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ASX Announcement



Strike Energy Limited

ABN 59 078 012 745

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In Australia, the Company holds an extensive and strategic ground position in the Southern Cooper Basin, prospective for coal seam gas and conventional targets as well as shallow water, oil and gas prospects in the Carnarvon Basin. It also controls a large shallow "open pittable" coal resource in South Australia which it is evaluating as a potential feed source for a proposed coal gasification project.

Yours faithfully

A handwritten signature in black ink, appearing to read "Simon Ashton".

SIMON ASHTON
Managing Director

Further information:

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