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Market Release (*via electronic lodgement*)

PERMIAN BASIN PROJECT DRILLING UPDATE

Permian Basin, SRH-C #6 well, Reagan County, Texas, Operator, 100% WI

The SRH-C #6 well spudded on October 7, 2011. The well is presently drilling ahead at 5,310 feet and will be drilled to a depth of 9,200 feet.

This is the first well of a back to back two well program. It will be followed by many more wells planned over the 8,800 acre leasehold position in order to develop this highly regarded unconventional oil and gas resource representing the largest single project of known hydrocarbon development in the Company's history.

Both mud logs and electric logs will be run to assist with the hydraulic fracturing program and the design of future wells including horizontal wells across the leasehold. GGP's experienced technical team will be closely examining various intervals in this well including the Upper and Middle Sprayberry, multiple Wolfcamp intervals and Strawn. All these intervals are oil and gas producers in the immediate area surrounding the leasehold.



UDI Rig 205

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About Golden Gate: Golden Gate is an independent oil and gas exploration and production company listed on the Australian Securities Exchange. Its focus of operations is onshore Texas and Louisiana Gulf Coast region and the Permian Basin region of the USA.

COMPETENT PERSONS STATEMENT: The information in this report has been reviewed and signed off by Mr Mark Decker, Geologist (BS. Geology), with over 34 years respective relevant experience within the oil and gas sector.

This report contains forward looking statements that are subject to risk factors associated with resources businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to: price fluctuations, actual demand, currency fluctuations, drilling and production results, reserve estimates, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory developments, economic and financial market conditions in various countries and regions, political risks, project delay or advancement, approvals and cost estimates.