

9th September, 2019



ASX Announcement

NUEVO MALOLOS-1 DRILLING OPERATIONS COMMENCED

Gas2Grid Limited (ASX: GGX) (**Company**) is pleased to announce that site operations for the Nuevo Malolos-1 deepening have commenced.

The drilling rig crew is on site and following completion of rig service and rig and site maintenance the Company owned Rig-2 will be moved from its current location at Malolos-1 to Nuevo Malolos-1. This operation involves partial derrick dismantling then slowly skidding the rig approximately 20 metres to the Nuevo Malolos-1 wellhead and rig re-assembly.



Gardner Denver 500 Drilling Rig-2

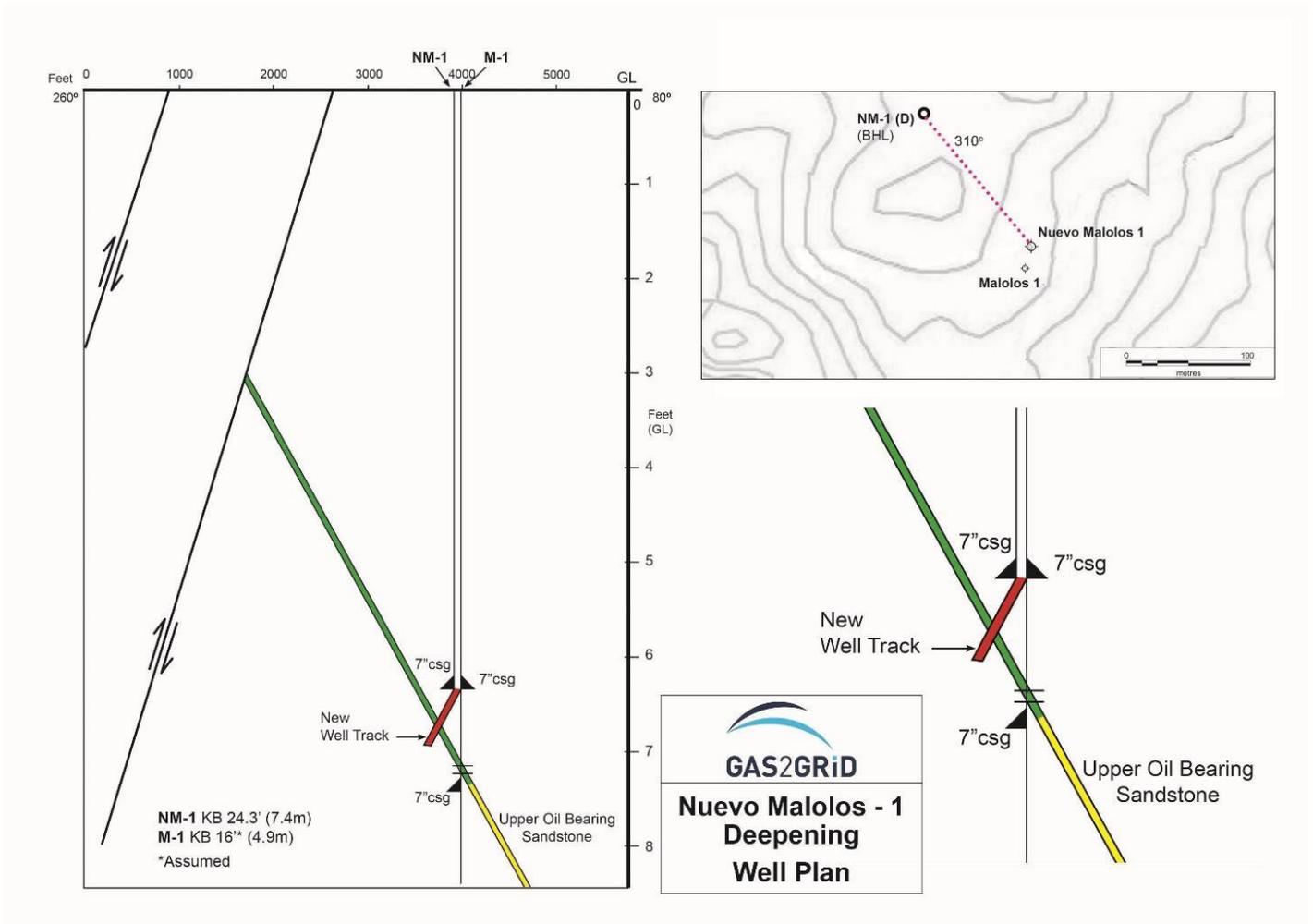
The forward plan includes the following operations:

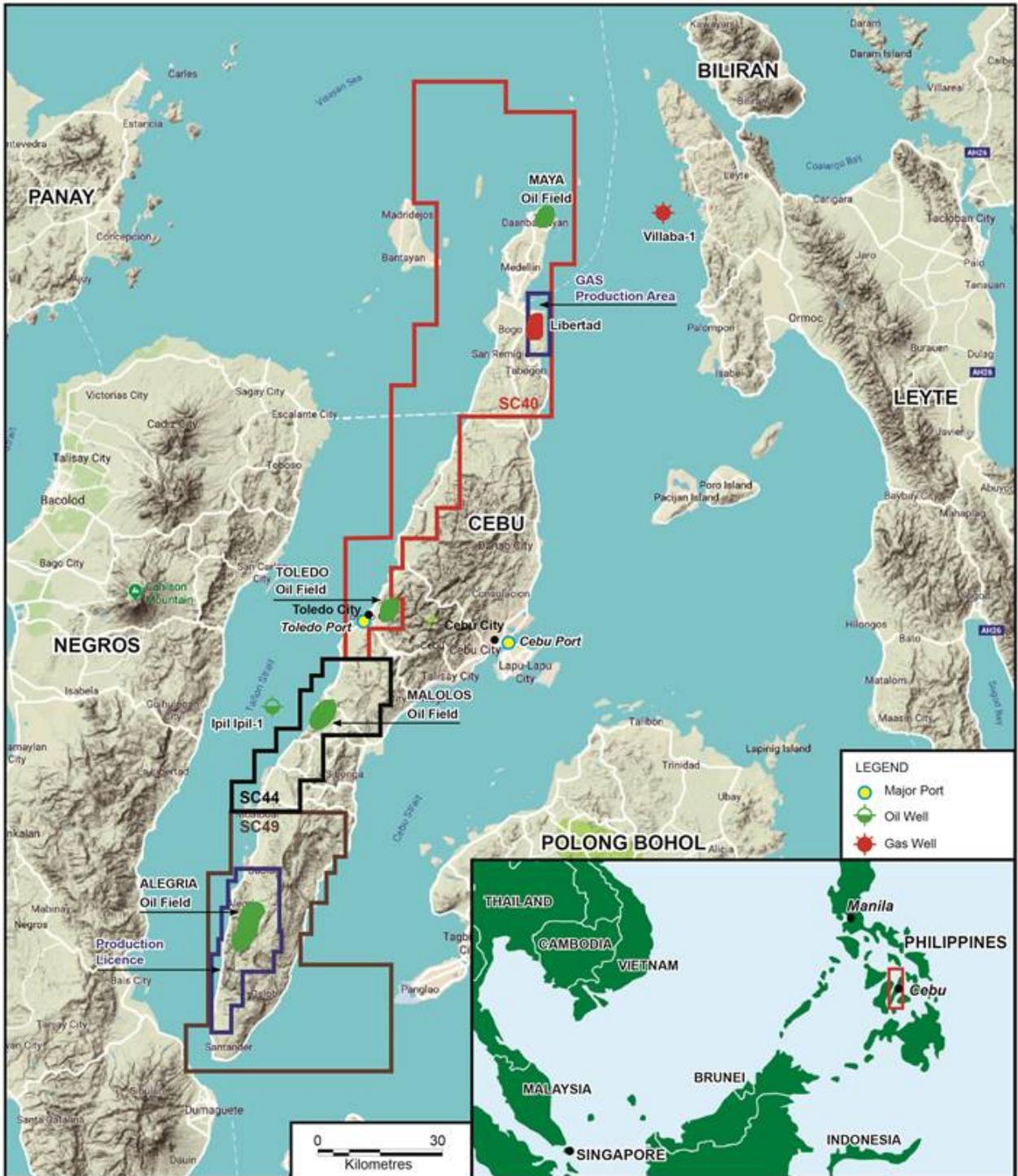
- Service and conduct equipment maintenance on Rig-2
- Suspend Malolos-1
- Skid drilling rig from Malolos-1 to Nuevo Malolos-1
- Rig up on well and test well control equipment
- Re-enter Nuevo Malolos-1, cement squeeze existing perforations and pressure test
- Conduct drilling operations

Nuevo Malolos-1 was drilled and cased to 1,941.5m in 2006 by the Company. Nuevo Malolos-1 Deepening will test the two known oil and gas bearing sandstones in the basal Miocene age, Malubog Formation deposited as channelized, turbidites. These same two sandstones are known to be oil bearing in the twin well Malolos-1, which was originally drilled, on a surface anticline, and cased in 1960. Both Malolos-1 and Nuevo Malolos-1 are located on the eastern limb of the Malolos Oil Field. Malolos Oil Field was declared an oil discovery by the Department of Energy in 2014.

Oil and gas have been intersected and/or tested from numerous Malubog Formation sandstone reservoirs in Malolos-1, Malolos-4 and Nuevo Malolos-1.

The proposed total depth of the well Nuevo Malolos-1 is 2,250m TVD (Total Depth Curve). When the deepening drilling has successfully intersected the targeted oil bearing sandstones, core will be cut, modern open hole electric logs will be recorded and the sections will be completed with screens and placed into test production. Following successful test results the Company can apply for a 25 year production term.





The information on oil and gas projects in this report has been compiled by Dennis Morton, Managing Director of Gas2Grid Limited, who graduated with First Class Honours in Geology (Macquarie University) and has over 40 years' experience in the oil and gas industry.

Dennis Morton
Managing Director