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Manager Announcements
Company Announcements Office
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Almond Grove drilling update

Solimar Energy Limited ("Solimar")(ASX Code: SGY) advises that the Almond Grove 4-13 appraisal well is currently at a depth of approximately 2,270 feet and has run an intermediate string of 7 inch casing. The additional casing string has been necessary in order to maintain good hole conditions and drilling toward the main objective is expected to recommence within 24 hours.

The well has a programmed total depth of 4,000 feet with the primary target gas reservoir at approximately 3,600 feet. Secondary gas reservoir targets are expected to be encountered while drilling down to the main objective.

The Almond Grove 4-13 is an important well for the Southeast Lost Hills gas project in which the Company is targeting a recoverable gas resource of 40 Bcf with upside for over 100 Bcf in the large acreage position (over 5,000 acres) that the Company holds over the gas play.

The well is located over 1 kilometer from Solimar's current gas producing facilities and if successful, will immediately be tied into this existing infrastructure.

Solimar has a 100% interest in the Southeast Lost Hills gas project.

Yours sincerely

A handwritten signature in black ink that reads "Frank Petruzzelli".

Frank Petruzzelli
Chairman
Solimar Energy Limited

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