

Coal seam gas appraisal underway in CSG tenement ATP 574P in Queensland's Surat Basin

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Senex Energy Limited (Senex) and joint venture partner QGC – a BG Group business (QGC) have made good progress on the coal seam gas appraisal program in ATP 574P, with Peebs-14 intersecting 43 metres of net coal.

Peebs-14 is the second well to be drilled in the tenement during this current campaign, with appraisal well Pinelands-11 completed during April 2011.

Both wells having intersected substantially more net coal than in other regions of the eastern Surat Basin.

ATP 574P is located in the prime Walloons coal seam gas fairway on the eastern side of the Surat Basin, north-west of QGC's productive Berwyndale South coal seam gas field.

QGC, the Operator for ATP 574P, has advised Senex that the Peebs-14 well reached a total depth of 1,150 metres on 12 May 2010. Since then the well has been geophysically logged and four drill stem tests conducted on the well with two addressing the Taroom Coal Measures and two focused on the Juandah Coal Measures. Production casing has now been run and cemented in the well.

Senex holds a 30% interest in ATP 574P.

For further information contact:

Ian Davies
Managing Director
Senex Energy Limited
Phone: (07) 3837 9900

About Senex Energy

Senex Energy Limited is the new name for Victoria Petroleum NL - a respected energy business with more than a quarter of a century of experience in Australia's oil and gas industry. In July 2010 the company was rejuvenated with the appointment of a new management team, the relocation of its head office from Perth to Brisbane, and the decision to focus the business on its valuable acreage on Australia's east coast. The dynamic energy business is pursuing rapid growth in its oil production business in the Cooper Basin, and is working to build a valuable and highly profitable east coast gas business. Find out more by visiting www.senexenergy.com.au