

Outstanding Flow Test Results From Kingia Sandstone at West Erregulla

Highlights

- West Erregulla 2 well test clean-up activities complete
- Multi-rate flow testing delivers 69 mmscf/d from the Kingia sandstone

Strike Energy ("Strike, or the Company") is pleased to announce that, since the last update, the clean-up flow of the West Erregulla 2 gas exploration well has been completed and the multi-rate flow test and pressure build-up program has commenced.

The testing program is designed to determine well deliverability with a series of flow tests at different choke settings, rates and wellhead pressures and collection of gas samples for compositional analysis. The zone being flow tested is the Kingia Sandstone, with 48 metres of perforations placed across the interval between 4,799m and 4,951m measured depth.

A flow rate of approximately 69 million standard cubic feet per day of gas was achieved through a 2-inch choke with 700 psig wellhead pressure over a 1-hour period.

Production was limited by surface equipment constraints indicating the reservoir has the capacity to flow at higher rates. The multi-rate testing has exceeded initial expectations and provided further reservoir information consistent with other high rate North Perth Basin gas wells.



For personal use only



Strike Managing Director and Chief Executive Officer Stuart Nicholls said:

“The flow rate from the Kingia formation in West Erregulla 2 confirms our interpretation of a very high quality reservoir with excellent productivity.”

“This result, along with the significant upside in the High Cliff and Wagina formations, increases the attractiveness of West Erregulla as the company progresses towards appraisal and development of these resources in the Perth Basin. Flow rates of this nature supports Strike’s view that West Erregulla, as a function of its size and quality, may indeed produce some of the lowest cost gas in Australia.”

Further details in relation to the gas discovery in the Kingia formation, including information required by ASX Listing Rule 5.30, can be found in the Company’s ASX announcement “Staggering Kingia Gas Discovery” dated 27 August 2019.

Strike Energy Limited (Strike - ASX: STX) is the Operator and holder of a 50% interest in EP469 with Warrego Energy (ASX: WGO) the holder of the other 50% interest.

Company Contact

Stuart Nicholls

Managing Director & CEO

stuart.nicholls@strikeenergy.com.au

Investor & Media Relations

Paul Ryan (Citadel-MAGNUS)

+61 (0) 409 296 511

pryan@citadelmagnus.com.au