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ASX Announcement

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Site preparation commenced at AUS-TEX Exploration Gueymard 1 well with re-entry anticipated within the next 30 days.

Austin Exploration Limited ("Austin") (ASX code: AKK) is pleased to announce that site works for re-entry of the originally named Shell Oil Co. Gueymard 10 well (also formerly referred to as St Gabriel 2 by Austin Exploration Limited) have begun. The State of Louisiana now list this well as the AUS-TEX Exploration Gueymard 1 .

The Company has anticipated re-entry to the well, down an existing pipe, within the next 30 days. Accordingly, resource risk for this prospect is regarded as relatively low.

Background - The original drilling of this well identified four pay zones that were successfully drill stem and production tested, producing hydrocarbons – both oil and gas. When this well was originally drilled the market for gas was poorly priced and demand was low. Under current market conditions this well is now considered to be commercially viable.

The one zone that was produced made almost 1 billion cubic feet (Bcf) of gas and 25,000 barrels of oil (BBLs) before it was plugged.

Estimates of the potential resource show a range as high as 9.0 Bcf of potential recoverable gas and 370,000 BBLs of potential recoverable oil.

AUS-TEX Exploration Gueymard 1 well re-entry participants:	Working Interest
AUS-TEX (a wholly owned subsidiary of Austin Exploration)	40%
Rio Bravo Energy Partners, LLC (Houston, Tx.)	20%
Verus Investments Limited	20%
Private Australian interests	20%

Ends...

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