

Pratt Project: Drilling Update

ACN 000 752 849

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Company Secretaries:

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Melanie Leydin

Securities on Issue:

397,614,352

About Abilene Oil and Gas Limited

Abilene Oil and Gas Limited is a Mid West USA focused production, development and exploration company. The company assets are located in Kansas. The company strategy is focused on building up oil production assets, increasing drilling locations and adding exploration acreage in the region. The company strategy is based on a combination of targeting high return projects and innovative funding while maintaining low overhead and corporate costs.

Abilene Oil and Gas Limited ('Abilene' or 'the Company') announces that it has been advised by the joint venture operator of the Pratt Joint Venture Project ('Pratt'), CMX Inc. ('CMX'), that the Beacon Hill #1-20 Well has been plugged and abandoned. The well, which is located in Pratt County, was drilled to a total depth of 4,620 feet. The well showed live free oil with a positive structural position, however following review of evaluation and sampling logs showed uncommercial results and therefore the decision was made to plug and abandon this test well.

The details of the drill stem test over the Lansing zone are detailed below:

- a) **Name:** Beacon Hill #1-20
- b) **Type of well:** Exploration
- c) **Location:** Pratt County, Kansas
- d) **Equity:** 49%
- e) **Gross/net pay:** N/A
- f) **Rock type:** Limestone
- g) **Depth of test:** 4,620 feet
- h) **Type of test:** drill stem tests
- i) **Hydrocarbon:** oil
- j) **Recovery volume:** DST 1 : 3185' GIP, 199' GCMO&W, 527' W
DST 2 : 5' M
DST 3 : 2487' W w/ Sli SO
DST 4 : 5' M
- k) **Choke/ flow rate:** the well did not flow to surface
- l) **Frac stimulation:** N/A
- m) **Other Gases:** none
- n) **Other info:** none

The drilling result has provided the joint venture with new information on the relevant areas of interest and with further assessments in the future, with additional drill targets to be reviewed in preparation for any future drilling activities.

For further information or enquiries, please contact:

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Non-executive Chairman
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Competent Person Statement Information – The geological information contained in this report has been compiled or reviewed by Leah A. Kasten who is a full time employee of the Lodestone Resources LLC Operator, CMX, Inc., and has over 15 years of experience in petroleum geophysics and geology. She is a member of the State of Missouri Board of Registered Geologists, SIPES, Kansas Geological Society, and American Association of Petroleum Geologists, and is a recognized expert witness for the Oklahoma Corporation Commission and the Kansas Corporation Commission. Leah A. Kasten consents to the inclusion of the information in this report relating to geological information in the form and context in which it appears.