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## Drilling Continues in Four Rivers Project

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Drilling of the next scheduled well in the Four Rivers Project, the Benton No.2 in the Indian Bluff Prospect, has commenced. The well will be drilled to a target depth of 4,600 feet. Drilling and logging is expected to be completed early next week.

The Benton No.2 will target stacked oil bearing zones including the F-3 Sand as the primary objective and the D-1 Sand as a secondary interval. Both oil producing horizons lie within the Middle Wilcox Trend. The well is a direct offset to the Axis No.1 Benton which was drilled in July 2008 and encountered over 6 feet of oil bearing sand but suffered mechanical problems during drilling and completion.

"The exploration objective in the Indian Bluff Prospect is to increase production from an established field," said Ryan Messer, Pryme's Chief Operating Officer. "Drilling in the Four Rivers Project demonstrates our continued focus on incremental production growth through a risk balanced drilling program."

### Completion and Flow Test of the Beltzhoover No. 1

As previously reported, approximately 13 feet of oil bearing sand was discovered in the Beltzhoover No.1 well and production casing has been run. The perforation and production testing of the well has been delayed due to rain making it difficult for crews and equipment to access the site. Subject to local weather conditions improving, this work is scheduled for later in the week. The Company will provide a further update to shareholders on completion of this work.

### Project Description

Pryme has a 25% Working Interest (18.75 - 20% Net Revenue Interest (NRI)) in the Four Rivers project which extends from Winn, Concordia and Catahoula Parishes in Louisiana to Adams, Jefferson and Wilkinson Counties in Mississippi. The project is targeting multiple "stacked" oil zones throughout the Middle-Wilcox formation and, to a lesser extent, shallow Frio natural gas zones, at depths ranging from approximately 3,000 to 6,000 feet. Pryme's partner in this project is Tridimension Energy of Dallas, Texas, a successful regional explorer and producer which has drilled more than 40 wells in the region over the past twelve months with a success rate above 70%.

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*Pryme Oil and Gas Limited is an Australian oil and natural gas producer and explorer with interests in the U.S., the world's biggest oil market. The company has an exceptional suite of exploration projects focused on Louisiana, the fifth-largest oil-producing state in the U.S. These projects are funded in part by existing cash flow. Pryme's management team has over 75 years of energy industry experience and has uniquely focused local knowledge, underscored by the proven track records of its managers and directors. Directors of the company are George Lloyd (Non Executive Chairman), Justin Pettett (Managing Director), Ryan Messer (Executive Director) and Ananda Kathiravelu (Non Executive Director).*