

Wombat-5 Well, Gippsland Basin, Victoria Drilling Update

The Board of Lakes Blue Energy is pleased to be able to provide the following update on drilling operations at Wombat-5, side-track-2 (ST-2). As at 8:00 am AEST today, the status of the well is as set out below:

Days from spud	39
Current depth	1,552 mRT ¹ MD ² ; 1,392.6 mRT TVD ³
Progress from 8am	0 metres
Hole size	8-1/2"
Last casing point	7" set at 1549.1 mRT MD; 1,392 mRT TVD
Current formation	Strzelecki Formation
Target formation	Strzelecki Formation
Target formation depth	1,410 mRT MD; 1,356 mRT TVD
HS&E LTIs	0

Following the successful running and cementing of the 7" casing to 1,549 mRT MD, preparations are underway to commence drilling the proposed 1,500 metre horizontal well through the gas production zone of the upper Strzelecki within the next 24 hours.

This announcement was authorised by the Board of Lakes Blue Energy.

For enquiries regarding this release please contact:

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1. mRT means metres below the rotary table, effectively metres below the drilling rig floor.

2. MD means measured depth

3. TVD means true vertical depth