

## **DEMPSEY 1-15 WELL DRILLING UPDATE**

Pancontinental Oil and Gas NL (ASX:PCL) is pleased to advise that the Dempsey 1-15 well has reached surface casing setting depth without incident and is proceeding according to plan.

The 13 3/8" surface casing was set and cemented to a depth of 552 metres (1812 feet) and the Blow Out Preventer (BOP) installed and tested. The well is presently drilling ahead in 12 1/4" hole.



Figure 1: Casing ready for running at Dempsey 1-15 Natural Gas Well, Sacramento Basin, California

Joint venture partners in the Dempsey Gas Project are:

Sacgasco Limited (ASX:SGC)	50% Operator
Pancontinental Oil & Gas NL (ASX:PCL)	10%
Empyrean Energy PLC (AIM:EME)	30%
Xstate Resources Limited (ASX:XST)	10%

Pancontinental CEO John Begg commented:

"Setting surface casing and the BOP system is an important step in the well. We now expect to drill on through a section where the first, shallow gas reservoir targets in the well may be encountered".

Further operational updates to report progress and significant findings will be made to the market in due course.

For and on behalf of  
**Pancontinental Oil & Gas NL**

**John Begg**  
**Executive Director & CEO**

Head Office – Level 1, 10 Ord Street, West Perth, Western Australia 6005

Postal Address - PO Box 1154, West Perth, Western Australia 6872

Telephone +61 8 6363 7090

Facsimile +61 8 6363 7099

ACN 003 029 543