

## *MCKEE 5-16 EXPLORATION WELL SPUDS*

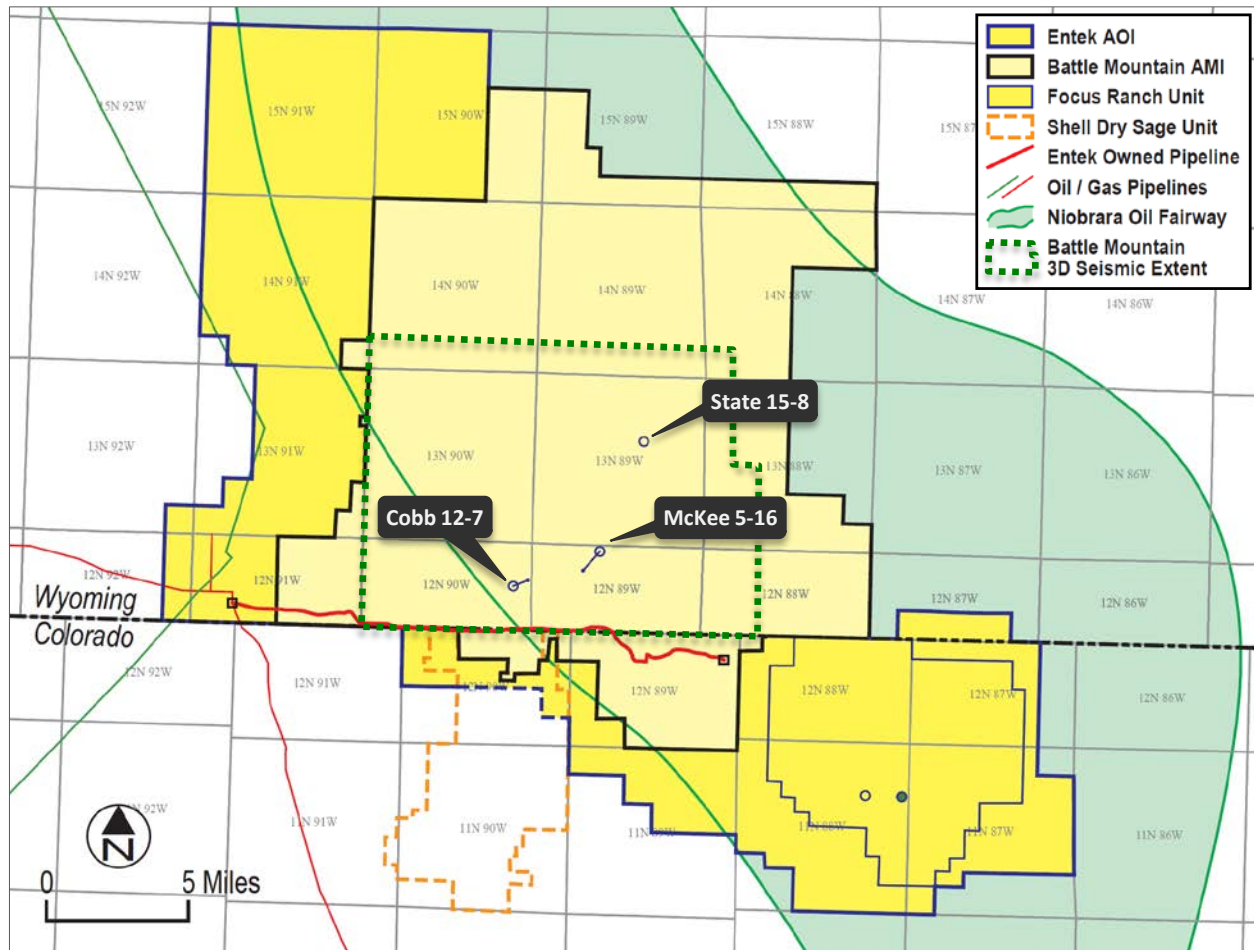
Entek Energy Limited is pleased to advise the spudding of the McKee 5-16-H1 (McKee 5-16) well on 7 August 2015 in the US. The McKee 5-16 well is the second of three wells planned to be drilled and tested this year by the Operator of the Battle Mountain AMI, GRMR. Entek owns a 20% working interest in the Battle Mountain AMI and related leases, with GRMR holding the remaining 80%.

The McKee 5-16 well is located in the southern part of the Battle Mountain 3D seismic survey (refer map below) and is to be drilled as a horizontal well aimed to intersect naturally fractured fault zones within the Niobrara oil bearing formation. The target measured depth of the well is around 10,400 feet which includes a horizontal section of approximately 4,000 feet. On 9 August 2015 in the US the well had reached a depth of 1,838 feet where surface casing is currently being run and cemented.



*Drilling Rig on McKee 5-16 Well Location*

Learnings from the drilling of the Cobb 12-7 well (both operational and geological) will be applied to the drilling of the McKee 5-16 well in order to avoid similar potential hole problems in the Niobrara target section.



*Map showing Entek's Niobrara Land Position & Location of the 3 Battle Mountain AMI Wells*

The McKee 5-16 well is to be followed by the State 15-8 well which is also located within the Battle Mountain 3D seismic survey as shown on the map below. State 15-8 will be drilled as a vertical well to test a clearly defined structural closure with multiple conventional reservoir targets as well as the Niobrara Formation.

The Operator is still reviewing the forward options for the Cobb-12-7 well which was suspended last week with a temporary plug set in the intermediate casing above the target Niobrara formation. We will advise once further information on the forward plan for that well becomes available.

For further information contact:

**TRENT SPRY**

**Competent Persons Statement:**

Information in this report that relates to Hydrocarbon Reserves / Resources is based on information compiled by Mr. Trent Spry, Executive Director of Entek Energy Limited who has consented to the inclusion of that information in the form and context in which it appears. Mr. Spry is highly qualified and has over 20 years experience in geoscience in the petroleum industry, both in Australia and internationally.

**ENTEK AT A GLANCE**

Entek is US focussed with a substantial acreage position in the Niobrara Oil Resource Play, including an area of enhanced potential due to embedded Igneous Intrusive Sills. Entek's US portfolio is balanced with non-operated production and royalty interests in the Gulf of Mexico.

**DIRECTORS**

**Graham Riley**  
*Chairman*  
**Trent Spry**  
*CEO/Managing Director*  
**Andrew Padman**  
*Non-Executive Director*  
**Alexander Forcke**  
*Non-Executive Director*

**CONTACT**

338 Hay Street  
Subiaco, WA 6008  
Australia  
  
+61 8 9213 4388  
info@entekenergy.com.au  
www.entekenergy.com.au  
ASX Code: ETE