

---

## European Gas Spuds French Well

European Gas Limited has announced the spudding of Folschviller St1 well at the company's 75% owned Lorraine Project in eastern France.

The Folschviller St1 well is to be drilled at a site 850 m east of the town of Folschviller to a planned total depth of 1300 m, European Gas Director, Anthony McClure, said. The well is targeting three major packets of coal are targeted to be intersected between 870 – 1300 m from the surface. The principal target is coal bed methane.

Upon completion of the Folschviller St1 well the rig will then be used to drill the second well at Diebling in the Alsting block. "The two well drilling program will take 10 - 12 weeks to complete", McClure said.

"The programme is in preparation for the development of the large gas in place resource which to date totals 991.2 Bcf within approximately 7% of the company's permit and application areas."

McClure said the Perth-based company's European strategy is to develop coal bed methane and coal mine methane projects, in particular in France, where it holds a significant competitive advantage with major holdings under licence. "The European natural gas market is substantial with advanced infrastructure, including extensive pipeline networks and a free and open market."

European Gas also holds over 30,000 km<sup>2</sup> of hydrocarbon exploration permits and production licences in the Canning Basin and these assets are currently undergoing divestment. ■