

14 March 2017

The Manager Companies
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

(2 pages by email)

Dear Madam

COMMENCEMENT OF DRILLING OF SILVER STAR-1 EXPLORATION WELL COOPER BASIN

The Directors of Planet Gas Limited ('Planet Gas' or 'the Company') are pleased to announce the commencement of drilling of the Silver Star-1 gas exploration well in the Cooper Basin of South Australia. See Figure 1.

The Silver Star-1 vertical well has been identified from the Jonathan 3D seismic survey and is in close proximity to the existing Moondie-1 and Beanbush-1 discoveries. Silver Star-1 is a high impact exploration well and will target basin centred gas and stratigraphic gas in the Permian sandstones, and is expected to be drilled to a depth of around 3,600 metres.

Depending on the properties of the reservoir successfully meeting certain criteria, a lateral section of up to 1,500 metres will then be drilled. Multi-stage fracture stimulation and testing of the well is expected to follow.

The gross drill cost estimate is approximately \$15 million with Planet Gas' 12.5% interest free carried by joint venture partners Origin Energy Limited and Senex Energy Limited.

Yours sincerely



Peter J. Nightingale
Director

pjn8812

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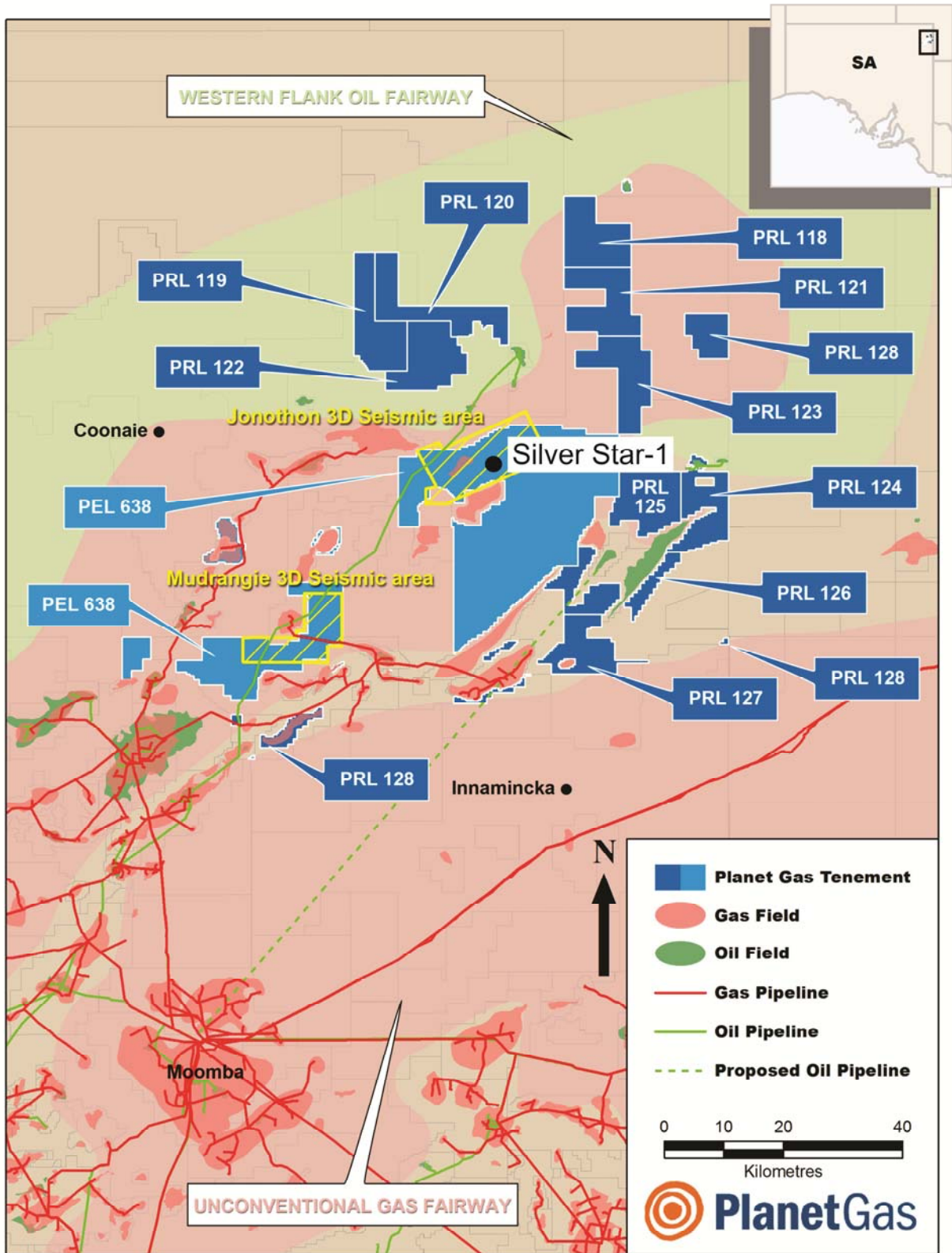


Figure 1: Location of Silver Star – 1 Exploration Well