



Ensign 948 rig -Utopia 14 Oil Development well

15 February 2013

## **ASX/MEDIA RELEASE**

### **Utopia 14 Final Report on Oil Discovery**

Bounty Oil and Gas NL (Bounty) is pleased to announce that logging of the Utopia 14 development well at Utopia Oil Field SW Queensland (see Figure 1) has been completed and the well has been cased. Cementing operations will be completed today. The well will be completed for oil production in the next two months.

The well encountered very good oil shows in good sands with up to 100% fluorescence in the 12 metre interval from 1006 metres MDRT to 1018 metres MDRT. Analysis of log results indicates that there are 7 metres of net sand oil pay within that interval in the target Murta zone.

Bounty has participated at its 40% interest in the U14 well and in the U12 well which is about to commence.

***Commenting; Bounty's CEO Philip Kelso said:***

***"Utopia 14 has encountered good deliverability oil sands over a wide interval near the top of the Utopia East closure, 3 kilometres ESE of the main Utopia pool.***

**Bounty is very excited that U14 has proved a new pool mapped with 3D seismic and its current best estimate is that U14 has added conservatively new 2P reserves of gross 1.892 million barrels of high quality oil with 756,000 bbls net to Bounty. It is estimated that U14 will contribute around \$800,000 to our gross revenue in the first year of production.**

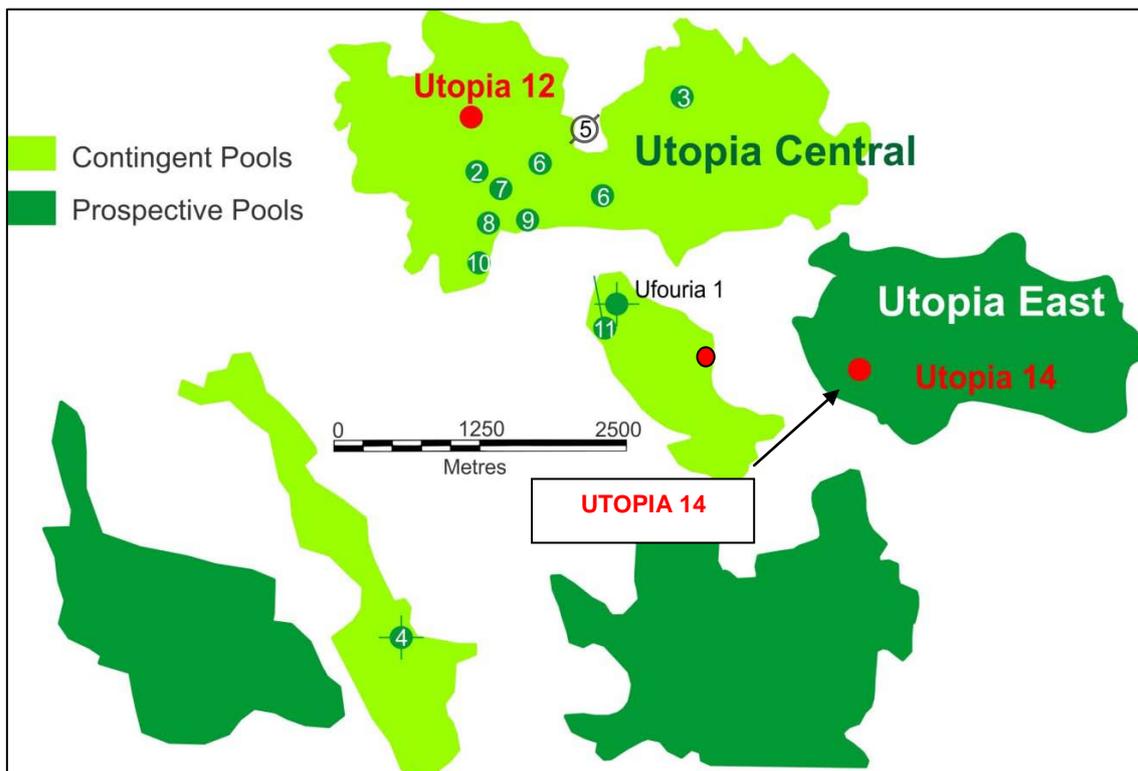
**More significantly this discovery will likely lead the joint venture into a larger field development program as it opens up material potential for a number of other potentially larger pools above the lowest known oil in the Murta zone to the south and east in Petroleum Lease 214. The Lease covers 200 square km.**

**The Utopia East pool is likely to be the focus of additional development drilling this year.**

**The operator will shortly move the rig to the Utopia 12 location”.**

Abbreviations

MDRT	Measured Depth below drill rig Rotary Table
Bbl	Barrel of oil = 159 litres
Contingent Resources	Discovered resources, not yet fully commercial
OWC	Oil water contact
Prospective Resources	Undiscovered resources
TD	Total planned drilling depth of petroleum well
2P	Probable reserves



**Figure 1 - Structural Closures within PL 214 Utopia Area; SW Queensland**

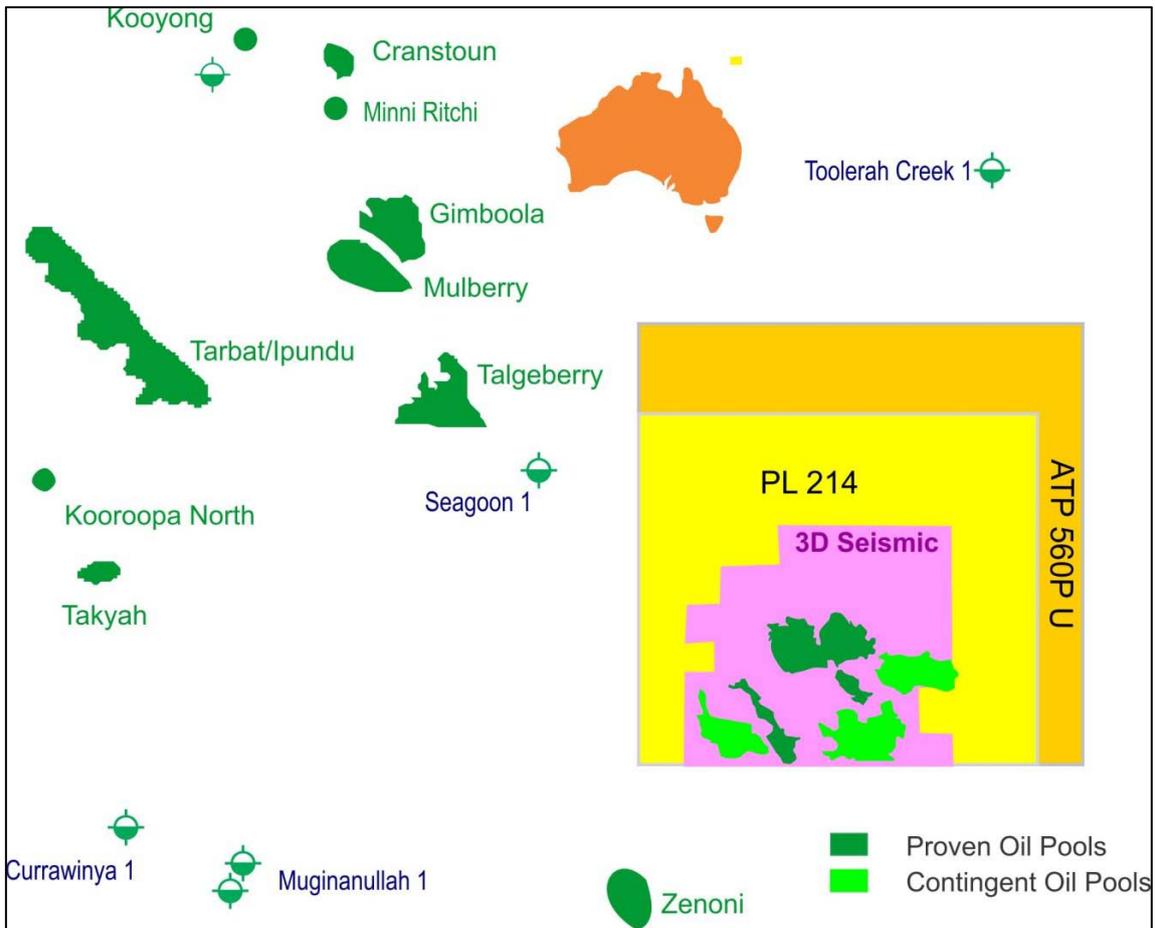


Figure 2 - Regional Setting Utopia Oil Field and surrounding areas; SW Queensland

**Bounty is an Australian ASX listed oil producer and explorer (ASX Code: BUY). Its core petroleum production and exploration assets are located onshore in the Cooper/Eromanga Basins and in the Surat Basin in Queensland and South Australia. Its growth assets are spread over a number of high impact projects in Australia and Tanzania where it is exploring for oil and gas. In Australia; offshore it holds AC/P 32 Timor Sea and is a participant in PEP 11, Sydney Basin.**

**Bounty has interests in other permits including Tanzania where it is a participant in the Kiliwani North Gas Field development and is exploring for additional gas pools with up to 1 TCF potential. Bounty has reserves and resources approaching 4 million barrels of oil equivalent.**

**Bounty's Website: [www.bountyoil.com](http://www.bountyoil.com)**

[The information in this report that relates to or refers to petroleum or hydrocarbon reserves and/or resources, is based on information and reports prepared by, reviewed and/or compiled by the CEO of Bounty Oil & Gas NL Mr Philip F Kelso. Mr Kelso is a Bachelor of Science (Geology) and has practised geology and petroleum geology for in excess of 20 years. He is a member of the Petroleum Exploration Society of Australia and a Member of the Australasian Institute of Mining and Metallurgy. He consents to the reporting of that information in the form and context in which it appears.]