



## **Oil & Gas Update**

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- **Paradox Basin #1 gas discovery well, Grand County, Utah, is finalising completion activities.**
  - **A 72 hour flow test on three Upper Ismay gas intervals will be completed today.**
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### **PARADOX BASIN #1 OIL & GAS WELL, UTAH USA**

The Directors of Golden State Resources are pleased to announce the imminent completion of the workover on the Paradox Basin #1 Gas Well, Grand County, Utah.

Following successful fracturing of three Upper Ismay gas intervals, 2<sup>3</sup>/<sub>8</sub>" production tubing was set, and a 72 hour production test undertaken, to be completed Sunday night, US Mountain time. The intervals are 9850'–9860', 9732'–9727' and 9740'–9760', totalling 35 feet.

Indications are that a flow rate of approximately 400 Mcf/day on a 32/64" choke will be sustainable from the Upper Ismay intervals. Definitive results will be announced when available.

Suitable drilling rigs are being located use on for Paradox Basin #2, to be drilled on a site one mile (1.6 km) from the current well once permits are granted.

### **Initial 100% Ownership and Operator**

Golden State holds an initial 100% interest in this well, and operatorship through its 100%-owned US subsidiary, Golden Eagle Exploration LLC. Denver-based joint venture partner Eclipse Exploration Inc has the right to back in with a 16.67% working interest after the drilling of a further well by Golden State.

John Hasleby  
**Director – Exploration**  
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