

13 August 2015

## **Petsec Energy Announces Drilling at the North Cossinade Exploration Prospect Vermilion Parish – Onshore Louisiana, USA**

*Petsec Energy Ltd (ASX: PSA / OTC ADR: PSJEY)*

Petsec Energy (the “Company”) is pleased to advise that drilling has commenced on 12 August 2015 on the ALL RA SUA; Simon Family, ET AL No. 001 well on the Company’s North Cossinade exploratory drilling prospect. The well is located in Vermilion Parish, Louisiana, approximately 20 miles southwest of the city of Lafayette, Louisiana. Martex Operating L.L.C. is the designated operator of the well.

The well is being drilled directionally to a true vertical depth (TVD) of 11,600 feet/11,750 feet measured depth (MD) to test multiple Lower Miocene age “Alliance” sand reservoirs in a fault closure. The well is located up-dip of two previously drilled wells which have oil and gas shows on wireline and mud logs. The well is expected to take approximately 15 to 20 days to reach total depth.

Petsec has a 25% non-operating working interest in the initial well, with an 18.75% net revenue interest before pay-out (“BPO”) of exploration, drilling and development costs. After pay-out (“APO”) of the first well and in all subsequent development wells Petsec will have a 19.375% working interest with a 14.53% Net Revenue Interest. The Company’s share of up-front and drilling costs for the first well is estimated to be US\$570,000. Completion and hook-up of the well is estimated to cost an additional US\$315,000 net to Petsec.

The ALL RA SUA; Simon Family No. 001 well is the latest well in Petsec’s 2015 a multi-well exploration drilling program, focusing in the onshore Gulf Coast and shallow waters of the Gulf of Mexico.

### **Participating working interests in the well are:**

Petsec Exploration and Production L.L.C.	25.00%
Martex Operating L.L.C. (Operator)	2.50%
Other Private Companies	72.50%

### **Details of the well:**

Well name:	ALL RA SUA; Simon Family, ET AL No. 1
Type of well:	Exploration
Location of well:	Vermilion Parish, Louisiana
Estimated days to TD:	Approximately 15 – 20 days
Final TD:	11,600 feet TVD (11,750 feet MD)
Operator:	Martex Operating L.L.C.
Petsec working interest:	25% BPO/19.375% APO
Petsec net revenue interest:	18.75% BPO/14.53% APO
Estimated net risk cost:	US\$570,000
Estimated net completion cost:	US\$315,000

### For further information, please contact:

Mr. Paul Gahdmar  
Company Secretary & Group Financial Controller  
Petsec Energy Ltd  
Level 13, 1 Alfred Street  
Sydney NSW 2000  
Tel: 612 9247 4605 Fax: 612 9251 2410

Mr. Ross A. Keogh  
President & Group Chief Financial Officer  
Petsec Energy Inc.  
1201 Louisiana, Suite 520  
Houston, Texas 77002, USA  
Tel: (713) 457-5800 Fax: (713) 457-5838

*Petsec Energy Ltd is an independent oil and gas exploration and production company listed on the Australian Stock Exchange. It has operations in the shallow waters of the Gulf of Mexico and state waters of the Louisiana Gulf Coast region of the USA, and exploration activities in the Gulf Coast onshore and bay areas of Texas and Louisiana, USA and Yemen.*