

ASX Announcement

30 June 2014



AWE starts drilling Drover-1

AWE Limited (ASX: AWE), as Operator of Exploration Permit 455 in the Perth Basin, Western Australia, advises that the Drover-1 exploration well commenced drilling at 21:30 (AWST) on Sunday 29 June 2014.

As at 06:00 hours (6.00am) AWST today, the well was at a measured depth of 141 metres and was drilling in a 12 ¼ inch hole to a planned depth of 900 meters in preparation for the installation of the 9 5/8 inch surface casing.

The Drover-1 exploration well is located on pastoral land in the Shire of Coorow, approximately 18km southeast of Green Head and 220km north of Perth.

The Drover-1 exploration well will be drilled vertically to a planned total depth of 2,400m and is forecast to take approximately four weeks to complete. The well is designed to test the unconventional gas potential in the southern area of AWE's Perth Basin acreage and is targeting the Kockatea and Carynginia shale formations, the Irwin River Coal Measures and the High Cliff Sandstones. Core samples will be collected and sent for analysis before determining the next phase of activity.

The Joint Venture partners in EP455 are:

AWE Limited (via subsidiaries) (Operator)	81.50%
Titan Energy Limited	18.50%

About AWE Limited. AWE Limited is an Australian based energy company focused on upstream oil and gas and related energy opportunities. Established in 1997 and listed on the ASX, the Company is headquartered in Sydney, Australia, with international operating offices in New Zealand and Indonesia. AWE has built a substantial portfolio of production, development and exploration assets in Australia, New Zealand, USA and Indonesia, including major growth opportunities such as the 100 million barrel Ande Ande Lumut oil project in Indonesia and large unconventional gas resources in Australia. AWE also holds an interest in the Sugarloaf AMI in the Eagle Ford shale play in the USA. With its strong financial and technical base, AWE will continue to pursue exploration, appraisal and development growth opportunities in the greater Asian region.

For information please see our website www.awexplore.com or contact:

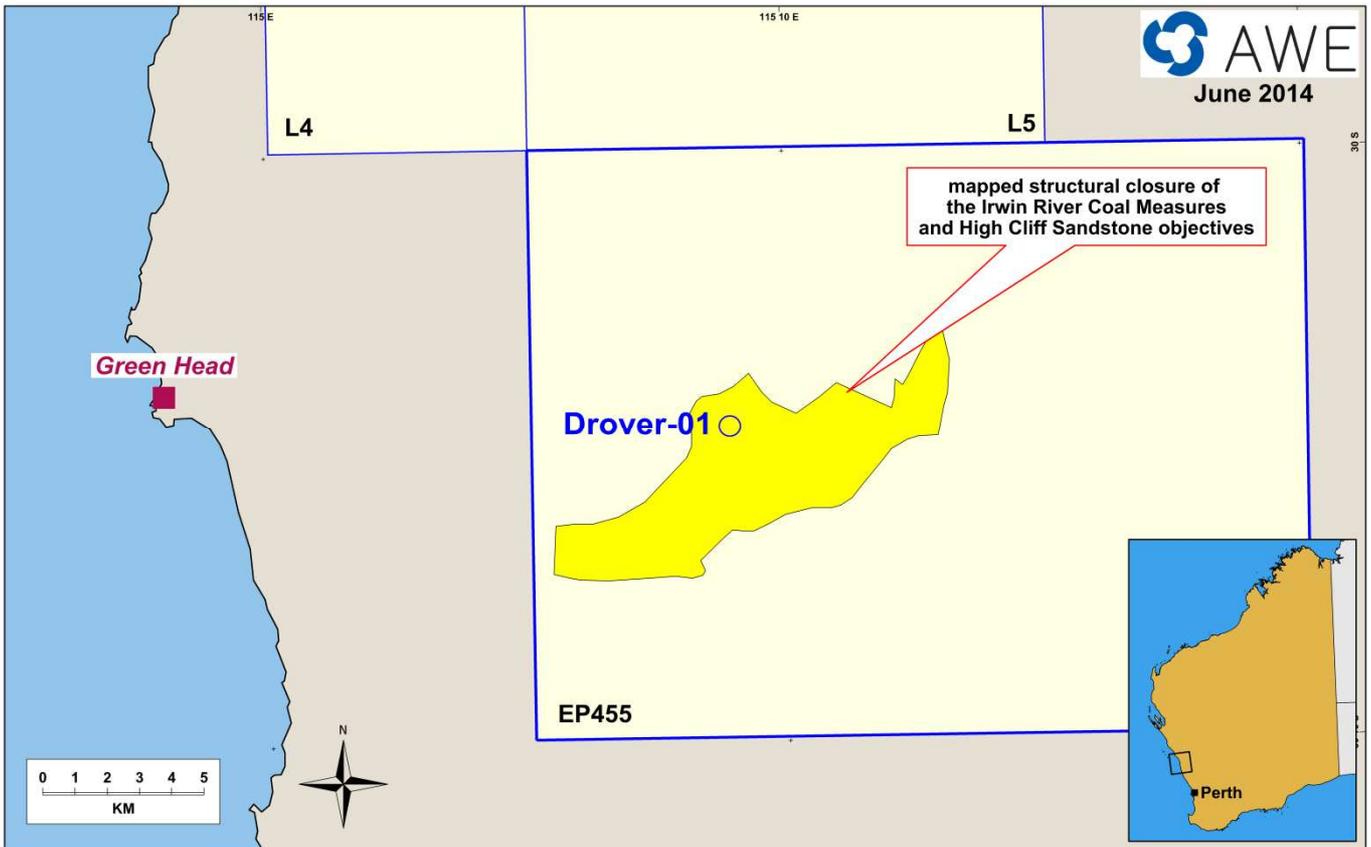
Investor Relations

Matthew Sullivan
AWE Limited
02 8912 8022
matthew.sullivan@awexplore.com

Media Enquiries

Ian Howarth
Collins St Media
03 9223 2465
ian@collinsstreetmedia.com.au





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