

## Second Group Prospect Workover Produces Oil and Significant Gas

Date: 9 August 2022

ASX Code: WEL

### Capital Structure

Shares: 1,010,219,792  
Current Share Price: 1.2c  
Market Cap: \$12M  
Debt: Nil

### Directors

Doug Holland  
Technical Director/Chief  
Operating Officer

James Allchurch  
Non-Executive Director

Larry Liu  
Non-Executive Director

Tony Peng  
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- **Second Group Prospect well, Group-23A, has produced appreciable oil and significant gas blows during swabbing**
- **Group-23A, along with previously recompleted Group-16A well, will be placed on pump with production going to sales immediately**
- **Winchester is now two from two with successful low-cost recompletions that will immediately generate revenue**

Winchester Energy Limited (ASX: WEL) (Winchester or the Company) is pleased to advise that oil has been successfully recovered from the second Group Prospect workover well, Group-23A. The well is also producing higher than anticipated gas flows which will further improve the economics of the well given the current 14-year high in US natural gas prices.

The impressive result has Winchester two from two at the Group Prospect following success with the first workover well, Group-16A.



Figure 1: Sample Oil (with some load water) recovered from Group-23A



Group-23A was re-entered and perforated over a series of prospective intervals as identified from logs. The perforated intervals were then treated with acid to both clean up the borehole and stimulate hydrocarbon flow.

Group-23A was then swabbed to remove residual acid (load water) and determine the presence of oil and gas. Oil began to flow upon swabbing in conjunction with significant gas blows. The high gas production warrants connection to the local gas pipeline network for sales. Preparation for network connection has commenced.

A video showing gas blows from Group-23A is shown in the link below:

<https://t.co/abe67eMqMm>

Both successful wells will now be placed on pump with oil sales to commence immediately. The oil and gas production rate for each well will be determined once the flow rate stabilises under pump.

Following the preparation of each well for production, the workover rig will move to the third well, Chapman-1, to begin recompletion activities as part of the extensive work programme planned for the next three months.

### **Group Prospect - Background**

On 29 June 2022, Winchester announced it would farm-in to the 1,760-acre Group Prospect, which is contiguous to the Company's 100%-owned Whiteside Prospect, for a modest upfront cost of US\$411,400.

Along with Winchester's other recent acquisition, the Varn Oil Field, the Group Prospect will contribute to a significant increase in oil production by the end of CY 2022. Knowledge gained from the performance of the Group Prospect wells will also assist with evaluation and development of the adjacent Whiteside Prospect.

The Group Prospect work programme includes at least three shallow workovers, one deep re-entry recompletion (Chapman-1) and the drilling of three new low-risk wells.

-ENDS-

This announcement has been authorised for release by the Board.

For further information, please contact:

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### **About Winchester Energy Ltd (ASX Code: WEL)**

Winchester Energy Ltd (ASX: WEL) is an Australian ASX-listed oil and gas explorer and producer with its operations base in Houston, Texas. The Company has a single focus on oil exploration, development and production in the Permian Basin of Texas and has recently acquired the Group Prospect and Varn Oil Field which comprises Proven and Probable Reserves (2P) of 1.068 million barrels of oil equivalent (mmboe) – comprised of over 93% oil (See ASX release of 3 December 2021).

### **Competent Persons Statement**

*The information in this report is based on information compiled or reviewed by Mr Keith Martens, consulting geologist/geophysicist to Winchester Energy. Mr Martens is a qualified petroleum geologist/geophysicist with over 45 years of Australian, North American and other international executive petroleum experience in both onshore and offshore environments. He has extensive experience of petroleum exploration, appraisal, strategy development and reserve/resource estimation. Mr Martens has a BSc. (Dual Major) in geology and geophysics from The University of British Columbia, Vancouver, Canada.*