

ASX ANNOUNCEMENT

23 January 2008

OPERATIONS REPORT

Metgasco (ASX:MEL) advises the following operational activities were undertaken over the past week.

The dewatering of previously completed wells is continuing whilst pumps have also now been installed on Corella-P12 and Corella-P14 where dewatering activities are now underway.

Ensign Rig 50 has successfully completed drilling operations on Corella-P16 and is in the process of mobilising to Riflebird-P12. Tubing and pumps will shortly be installed on Corella-P16 to enable dewatering of this well to commence.

For further information contact:

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