



ASX / MEDIA RELEASE
20 November 2009

KINGFISHER E1- PROGRESS REPORT #6

Metgasco (ASX:MEL) today advises the following:

Following intersection of the gas bearing zone at 1452 metres, further drilling has encountered another gas bearing zone at 1710 metres. Mudlogs indicate the intersection of 2.5 metres of fair quality sand with an enhanced gas peak of 90 units against a background of 6 units and a mudweight of 9.7ppg.

As at 9.00am today, Kingfisher E1 was drilling ahead at 1762 metres in a 6 1/8 " hole.

The Company plans to log the well after drilling to TD, currently expected to be 2,100 metres. A decision on further testing of all the identified sands will be made following analysis of the logs.

Background

This well is located in PEL 16 approximately 2 kilometres from the town of Casino in northern New South Wales. Metgasco has a 100% interest in this well. The well is designed to appraise several zones including the Heifer Creek and Gatton sandstones; and the deeper Ripley Road Sandstone.

Metgasco estimates that the original gas in place (OGIP) potential of the entire Kingfisher structure is 82 Bcf (P50) and 831 Bcf (P10) with a contingent resource of 36.6 Bcf (P50) attributed to the upper gas sands intersected in the initial discovery well Riflebird E14.

Regular updates will be provided as to drilling progress for the well.

For further information contact:

David Johnson
Managing Director

Glenda McLoughlin
Chief Financial Officer

Metgasco Limited ACN 088 196 383
Level 9, 77 Pacific Highway, North Sydney NSW 2060
Tel: +61 2 9923 9100 Fax: +61 2 9923 9199
Web: www.metgasco.com.au