

## Armour Energy Limited

17 January 2020

### Horseshoe 4 Update – Initial Test Flow Rates of 1.34MMscf/d

#### HIGHLIGHTS:

- **Horseshoe #4 well flowed gas to flare at a rate of 1.34 MMscf/d gas plus associated condensate during production flow testing.**
- **Potential stimulation zones within the Horseshoe #4 well have been identified and will be evaluated as potential future incremental production.**

The Directors of Armour Energy Ltd (ASX: AJQ) are pleased to provide this update on the Company's operations at the Horseshoe #4 well located in Armour's 100% owned PL227.

#### Horseshoe #4

On 4 January 2020, Armour Energy commenced the workover and completions operations on Horseshoe #4. As detailed in the Company's announcement of 12 November 2019, Horseshoe #4 was drilled to a total depth (TD) of 2,169m and logging operations identified gas potential in both Triassic and Permian Sands.

Following the completion of the workover and the installation of 2-3/8" production tubing, the Horseshoe #4 well was perforated in both Triassic and Permian sands and flow tested. A 1 hour, flowed-to-flare test was conducted and an average flow rate of 1.34 MMscf/day (1.34 million standard cubic feet per day) with associated condensate production was observed.

The well is currently being commissioned, and will be further evaluated once in production. Potential stimulation zones within the well have been identified, and as per the Company's development strategy, will be evaluated as future incremental production.



On behalf of the Board  
Karl Schlobohm - Company Secretary

#### For further information contact:

Richard Fenton – CEO  
07 – 3303 0620

Karl Schlobohm – Company Secretary  
07-3303 0661



**Horseshoe 4 – flare testing at 1.34 MMCFD  
(photo taken at 7 pm on 13<sup>th</sup> January)**

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