

4 September 2009

Jupiter Energy signs contract to commence NWZ 2 re entry program

The Board of Jupiter Energy Limited (ASX: JPR) is pleased to confirm that the Company has now signed a formal contract with KEZBI LLP (Kezbi) to carry out the work over program for the re entry of the North West Zhetybai No. 2 (NWZ 2) well. The contract pricing is based on a fixed price, turnkey approach.

As previously announced, the NWZ 2 well is located on JPR's Block 31 permit in the Mangistau Basin, SW Kazakhstan. NWZ 2 was originally drilled by the Soviets in 1969 and according to the logs from that drilling campaign, the well was a discovery with a 30m net sand at the Jurassic XIII level.

Kezbi is based in the port city of Aktau, located some 50 kilometres from the Block 31 permit. The company has vast drilling experience in the Mangistau area and recently successfully re entered the NWZ 1 and NWZ 3 wells, both drilled at the same time as the NWZ 2 well and located on the adjoining North West Zhetybai oilfield.

JPR's Geoff Gander, Erkin Svanbayev and David Thorpe visited Aktau this week to finalise the scope of work and turnkey contract with Kezbi as well as to meet with a range of other contractors that will supply supporting services during the work over program. These include the following key components of the work over:

- Construction of cellar
- Laying of cement slab
- Installation of well head
- Electric Line Logging
- Perforation
- Flow Testing

Contractors responsible for each of these areas have also now been chosen and the work over team is complete.

The total time frame expected to complete all tasks involved in the work over is approximately 70 days, with Kezbi expecting to take around 50 days to complete the actual re entry. Based on this timeline, results from the re entry program are expected sometime during November.

As part of the trip to Aktau, JPR management also went to site and began a review of the location and logistics associated with the drilling of the Akkar N extension well. The Company will announce further details with regards the planning and design of this well in the near future.

Any questions relating to this announcement can be directed to Geoff Gander or David Thorpe on 08 9322 8222.

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