



Release Date: 5th March 2015  
ASX Announcement

## FIRST JV HORIZONTAL WELL REACHES TARGET DEPTH

- **Drilling successfully completed and the well has reached Target Depth**
- **Drilling completed faster than anticipated and under budget**
- **Oil shows encountered in the well**

Drilling of the first unconventional, horizontal test well (the “subject well”) in the Northern Star Project in Montana, USA (the “Project”) has successfully reached Target depth. Treasure Exploration Corporation (“TEC”), the Operator under a joint venture agreement between American Patriot (“AOW”) and TEC (the “JV”) to explore and develop the Project, is pleased with how quickly the well was drilled as reduced drilling times means lower drilling costs. TEC now plans to proceed to determine the best sections of the wellbore to test. AOW has a 21.5% working interest in the well.

American Patriot CEO Alexis Clark said, “Reaching target depth on drilling this first horizontal well so quickly, was a great accomplishment, and the JV is encouraged with the way the drilling has proceeded to date encountering good oil shows in the target zone. This result demonstrates the importance of using a first-class US-based operator that has substantial experience drilling and completing horizontal wells in similar reservoirs in the Rocky Mountains.”

“We expect that this experience will help reduce drilling and testing costs and greatly increase the profitability of the overall project. The speed and results from this well justify our confidence in the project operator.”

“This well is part of a two well program that has the potential of unlocking a new, tight oil resource accumulation. Importantly, AOW is free carried with no cost caps on the first two horizontal wells.”

TEC will determine the best zones to perforate and the best methods to enhance production from the subject well. AOW will continue to make additional updates as appropriate during this testing phase.



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**About American Patriot Oil and Gas**

American Patriot Oil and Gas (AOW) is an oil and natural gas exploration and development (E&P) group headquartered in Melbourne, Australia with a U.S. office in Denver Colorado. The company has approximately 40,466 net mineral acres under lease across 5 key projects. The projects are geographically focused on tight oil exploration and development opportunities in the Rocky Mountain Basins. Since its establishment, AOW has assembled a portfolio of prospective oil and gas exploration assets in the USA and has completed joint venture agreements on its key Northern Star asset in Montana with US based partners. AOW's business model is to internally generate prospects using geological knowledge, capture significant land positions at a low cost, and then reduce or remove risk capital exposure through a farm- out of a majority interest to a qualified US operator in a cash and carry deal. AOW project map:



Technical information contained in this announcement in relation to the projects of the Company have been reviewed by Mr Robert Hoar, Chief Geologist American Patriot, BA Geology (Hamilton College), MSc Geology (University of Vermont) who has more than 30 years' experience in the practise of petroleum geology. Mr Hoar is a member of the American Association of Petroleum Geologists AAPG and the Rocky Mountain Association of Petroleum Geologists (RMAG) and he consents to the inclusion in this announcement of the information in the form and context in which it appears.

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