

05 January 2010

GALILEE DRILLING PROGRAMME UPDATE

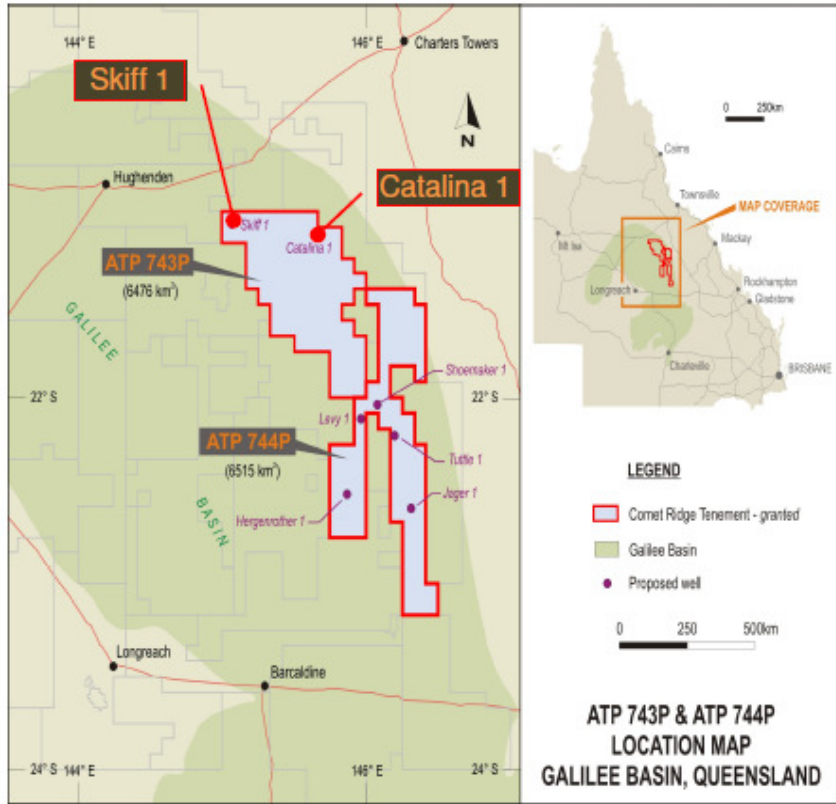
SKIFF 1 & CATALINA 1– ATP 743P

Comet Ridge Limited (ASX Code: COI) advises that the move of the drilling rig from Skiff 1 to Catalina 1 is currently in progress. Subject to weather, drilling on Catalina-1 is anticipated to commence later this week.

Skiff 1, the first well in the 8 well programme, was drilled as an exploration well and tested the Betts Creek Coal Measure Sequence in the north-west corner of ATP 743P. The well reached a total depth of 1414.3 m and terminated within the mid Betts Creek Coal Measure sequence. Important data

was acquired on both the depth of the coal measures and the gas content of the intersected coal seams. However, due to deteriorating hole conditions wireline logs and drill stem testing tools could not be run. Acquired data will be used to control the geological interpretation in this area and to assist in guiding further exploration. The rig was released from operations at 07:00 hrs on 26 December.

Catalina 1 will be the second well in the programme and will test the primary objective Betts Creek Coal Measure Sequences in the north east of the permit (ATP 743P). Current interpretation indicates that the coal formation shallows in this area, outcropping to the east outside the permit boundary.



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COMET RIDGE LIMITED - OVERVIEW

Comet Ridge Limited is a Brisbane based, ASX-listed (ASX Code: COI) coal seam gas (CSG) exploration and development company with a focus on Queensland, NSW and New Zealand. The Company also has exposure to prospective conventional oil and gas fields in the United States via a joint venture.

The Company has several projects in various stages of maturity. Comet Ridge Limited plans to grow shareholder value through the establishment and development of gas reserves from the significant resource potential of its projects.



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