

7 June 2010

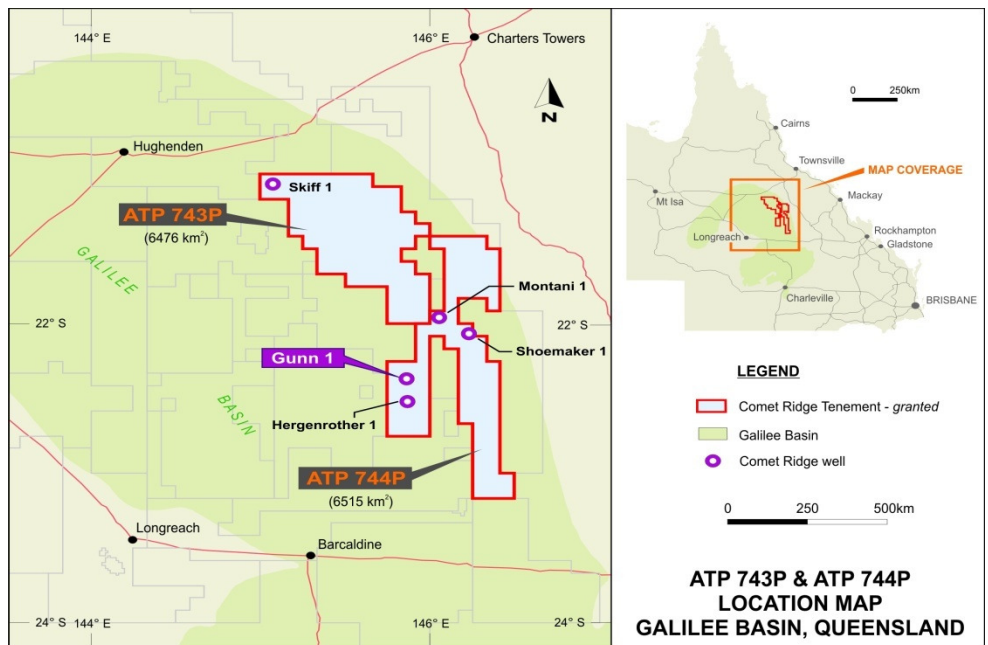
GALILEE BASIN EXPLORATION CORE WELL PROGRAMME
ATP 744P - HERGENROTHER 1 & GUNN 1 WELLS

Comet Ridge Limited (ASX Code: COI) is pleased to advise the Hergenrother 1 coal seam gas (CSG) exploration core well has encountered a significant section of coal and shale with encouraging preliminary gas content.

The rig has now moved 17 km north to the Gunn 1 location to appraise the southwestern section of the ATP 744P block with the Gunn 1 well spudding at 1200 hrs on Sunday 6 June 2010.

This well will take approximately 16 days to drill and test and will reach a total depth of approximately 980 metres.

Comet Ridge Limited's Managing Director Tor McCaul said he was very encouraged by the preliminary gas content and drillstem test results from the Hergenrother 1 well.



Core laboratory work will follow over the coming weeks to define the final coal parameters.

Mr McCaul said the Gunn 1 well was a relatively short step-out to the north of Hergenrother 1 to continue to evaluate this area of the block.

“Any potential pilot scheme is likely to be located in this general area of the Comet Ridge acreage, however, more technical work will be required over the coming months before a decision on a pilot production scheme is made,” Mr McCaul said.

Hergenrother 1 was designed to test the primary objective Betts Creek Coal Measure Sequences in the central permit area of ATP 744P. The well reached a total depth of 929 metres having intersected 16 metres of coal and 12 metres of shale.

GPO Box 798
 Brisbane Qld 4001
 Australia
 Phone: +61 7 3221 3661
 Facsimile: +61 7 3221 3668

ASX CODE: COI

A full suite of wireline logs were run, including an image log to identify natural fractures in the coal. Four drillstem tests were then run over the thickest coal intervals before the well was plugged and abandoned as planned and the rig released on 3 June 2010.

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.



Stephen Rodgers
Company Secretary
Comet Ridge Limited

For further information please contact:

Tor McCaul
Managing Director
Comet Ridge Limited
tor.mccaul@cometridge.com.au
+61 7 3221 3661

Media:
Richard Owen
Associate
Three Plus
richard@threeplus.com.au
0412 869 937