

IGas Energy Plc

07:25 07 Jul 2011

IGas Energy starts construction at Doe Green 3 site, well to spud mid-July

IGas Energy (LON:IGAS), a domestic gas producer and leading developer of resources in the UK, said it started construction of its third well at Doe Green (DG-3) near Warrington in Cheshire, starting the company's accelerated programme to convert its resources into reserves and bring commercial production onstream.

IGas Energy also announced it signed a second drilling contract. The BDF Rig 28 has been secured for a four well programme, beginning at DG3. The well is expected to spud in mid-July.

BDF, and its Boldon Drilling and BB Drilling divisions, is the UK's largest onshore drilling contractor and has carried out coal bed methane (CBM) drilling not only in the UK but also in Belgium and Spain.

The Doe Green has been steadily producing gas and generating electricity for over two years from a pilot well DG-2.

DG-3 will be the first well drilled under the accelerated drilling programme announced with IGas's full-year results in May this year and will involve drilling one lateral well and subsequent branches off that lateral well into a different seam to the existing producing well at DG-2.

Site construction works have begun and two cellars have been constructed and the conductors are in the process of being set. Production facilities to deal with the anticipated increased production from the site are in the process of being upgraded.

Chief executive Andrew Austin said: "This is the first of a multi well programme over the next nine months and marks the start of a step change in activity for IGas Energy. We have had excellent results from our pilot site at Doe Green and look forward to drilling beginning soon at DG-3. We are working with BDF again, a rig and crew that we have worked successfully within the past and know well."

IGas Energy produces and markets domestically sourced gas, primarily from coal bed methane. It is currently focussed on delivering commercial CBM production through an accelerated development programme.

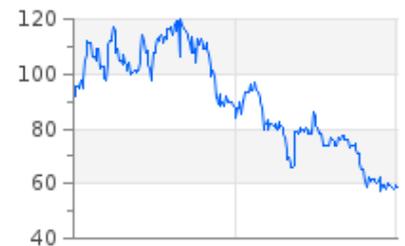
IGas Energy has wholly-owned licences to extract hydrocarbons across the north of Wales and the north of England, covering an area of 1,756 square kilometres.

IGas's land position allows access to more than 1.7 trillion cubic feet of technically recoverable gas, equivalent to 290 million barrels of oil, with customers located conveniently close to its operations, which includes the

Price: 58.7p

Market Cap: £71.73M

1 Year Share Price Graph



June 2018 December 2018 June 2019

Share Information

Code: IGAS

Listing: AIM

52 week	High	Low
	125.00p	57.20p

Sector: Energy

Website: igasplc.com

Company Synopsis:

IGas Energy is a leading British oil and gas explorer and developer, producing c. 1m barrels of oil and gas equivalent every year from over 100 sites across the country, with significant potential yet to be delivered from our assets. IGas has played a key role in Britain's onshore energy production; safely exploring, developing and producing onshore oil and gas at our sites for over three decades.

action@proactiveinvestors.com

national gas network.

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +44 (0)207 989 0813 action@proactiveinvestors.com

No investment advice

Proactive Investors is a publisher and is not registered with or authorised by the Financial Conduct Authority (FCA). You understand and agree that no content published constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value or suitability of any particular security, portfolio of securities, transaction, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including company related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.