

Draft ASX Release



28 January 2011

TUNISIAN OPERATIONAL UPDATE Sidi Dhaher Well on Track for February Spud

ADX Energy Limited (ASX:ADX) is pleased to report that the Tunisian security situation has continued to improve since the demise of the former president.

In relation to operations at the Chorbane permit and the Sidi Dhaher well site, ADX is pleased to advise that the civil works have progressed well and without any security issues.

The well site is expected to be completed around the beginning of February and subject to contractor availability the Sidi Dhaher well is expected to spud during the second half of February. Currently all required contractors have confirmed either in writing or verbally that their services will be available to ADX as planned - that includes the rig contractor Challenger.

Ongoing updates will be provided on the security situation in Tunisia and a more precise spud date will be provided once mobilisation of the Sid Dhaher drilling rig has commenced.

ADX Managing Director Dr. Wolfgang Zimmer said, "Whilst the Tunisian people continued their successful struggle for democracy, ADX has been very fortunate to have all the necessary support required to continue the civil works on the ground and prepare for drilling operations as planned".

Participant interests in the Sidi Dhaher -1 well will be as follows;

ADX Energy Ltd	40% Operator
Gulfsands Petroleum Plc	40% *
XState Mediterranean Pty Ltd	10% * (ASX code: XST)
Verus Investments Limited	10% * (ASX code: VIL)

Note: The respective participant interests in the Sidi Dhaher well and the Chorbane Permit are based on the completion of all farmin obligations.

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