



ASX RELEASE – 8 MARCH 2010

**LEE COUNTY PROJECT – DRILLING UPDATE**

Buccaneer Energy Limited (“Buccaneer” or “the Company”) is pleased to advise that a rig contract for the drilling of the horizontal section of the Vick # 1 well has been executed.

Nabors Rig # 458 is expected to mobilize this week after rain forecast Sunday and Monday (US time) clears. Wet weather affects the ability to move the heavy rig loads over the lease access roads. Those roads have sections that require repairs before and after use by the heavy equipment, especially with the wet weather this area has experienced all winter.

Operations should commence by the end of this week after the rig equipment is fully assembled on the Vick # 1 location.

A 1,000 – 1,500 foot horizontal section is planned to be drilled in the Lower Austin Chalk Formation, this is expected to take 7-10 days from the commencement of drilling.

A decision on drilling a horizontal section into the Eagleford Formation will be made at a later stage.

The participants in the Lee County project are as follows:

<b>Participant</b>	<b>Working Interest</b>
Buccaneer Resources*	52.50%
Sandstone Energy	38.75%
Megashine International Ltd	8.75%

\* A wholly owned subsidiary of Buccaneer Energy Limited

For further information please contact Dean Gallegos on 0416 220 007 or 02 9233 2520, alternatively visit the Company’s website at [www.buccenergy.com](http://www.buccenergy.com).

Yours faithfully  
**BUCCANEER ENERGY LIMITED**

**Mr Dean Gallegos**  
**Director**