



ASX RELEASE – 24 MARCH 2010

LEE COUNTY PROJECT – OPERATIONS UPDATE

Buccaneer Energy Limited (“Buccaneer” or “the Company”) is pleased to provide the following update:

Vick # 1

Following the drilling of a horizontal wellbore Buccaneer has decided to complete the Vick # 1 well after intersecting several fractures in the Austin Chalk Formation. Gas readings and the strength of the hydrocarbon shows throughout the drilling program indicate producible oil.

A horizontal lateral was drilled from below the vertical well’s 5½” production casing at 5327 feet. The lateral landed in the lower Chalk and continued up-dip along the interval until encountering shale, just below the Chalk formation. Substantial gas readings and numerous hydrocarbon shows were encountered and fluid flows, including oil, from the wellbore during the operation contributed to the decision to proceed with completion operations.

The Company has elected to complete the well and place it on production with pumping equipment. This approach emulates other successful wells elsewhere in the trend that have displayed the above characteristics while being drilled and have been completed as successful producers.

Pumping equipment is being secured, temporary production facilities are being considered until the well’s full production potential is determined.

VICK #A2

While the Vick # 1 well is being placed on pump, operations will move to the Vick #A2 well location to commence drilling operations while monitoring the performance of the Vick #1 well. The drilling rig is expected to be on location over the next two weeks.

The participants in the Lee County project are as follows:

Participant	Working Interest
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.

Yours faithfully
BUCCANEER ENERGY LIMITED

A handwritten signature in black ink, appearing to read 'D Gallegos', is positioned above the name and title of the signatory.

Mr Dean Gallegos
Director

About Buccaneer:

Buccaneer Energy's wholly owned subsidiary Buccaneer Resources is based in Houston, Texas and is an upstream oil and gas company. It specialises in the development and expansion of behind-pipe proved and probable reserves and low-risk exploration plays with growth potential.

Buccaneer's growth strategy is focused on the progressive expansion of oil and gas production and reserves by acquiring significant working interests in low-cost, low-risk development properties that possess significant undeveloped upside.

