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ASX Announcement – Kansas drilling program 2012

2 April 2012

Development Well Drilling Program – 2012

First 2 wells to be Completed for Production

Empire Energy Group Limited (Empire Energy) is pleased to announce the following update on its 2012 drilling program:

Krankenbergs #8-19 - Completion

The completion procedure for the Krankenbergs #8-19 development well in Stafford County, Kansas is expected to commence in the next 2 weeks. Perforations are targeting 49 feet of potential pay in the Lansing and Arbuckle formations.

Empire has an 88.3% working interest in this well.

Siefkes #12 - Completion

The completion procedure for the Siefkes #12 development well in Stafford County, Kansas is expected to commence in the next 2 weeks. Perforations are targeting 29 feet of potential pay in the Lansing and Arbuckle formations.

Empire has an 86% working interest in this well.

Drilling Program

Empire is targeting to drill at least 10 development wells in the Central Kansas Uplift Region over 2012.

The Central Kansas Uplift

Historically, Kansas has been a very prolific oil and gas producing state with cumulative production exceeding 6.1 billion barrels of oil (BBO) and 37.5 trillion cubic feet of gas. Current yearly production is approximately 33 million barrels of oil and 342 billion cubic feet of gas from over 60,000 wells. The most prolific oil reservoirs are the Arbuckle (Ordovician) and Lansing-Kansas City (Pennsylvanian) formations particularly from fields located on the Central Kansas Uplift (CKU). Arbuckle reservoirs have produced over 2 BBO statewide. Of the 31 counties in which the Arbuckle has been productive,

over 70% of the production has come from 10 counties situated on the Central Kansas Uplift in which Empire Energy operates.

Empire Energy's initial focus in the Central Kansas Uplift will be to drill low risk development wells. At the same time the objective is to delineate additional prospects and to convert probable reserves to reserve 1P category.

About Empire Energy Group Limited

In early 2007, the Company established Empire Energy USA, LLC and currently holds around 96% of its issued capital. Empire Energy USA is an oil and natural gas producer with operations in Appalachia (New York and Pennsylvania) and the Central Kansas Uplift (Kansas).

Empire Energy implemented a US\$100 million credit facility with Macquarie Bank Limited in early 2008 for the sole purpose of acquiring and developing oil and gas assets in the USA. This facility has been increased to US\$150 million.

For more information:

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