



NEWS RELEASE

Drilling update on Exploration Well WKO-3X in West Kom Ombo, Egypt

March 8, 2011 – Energean Oil & Gas provides an update on the drilling of the WKO-3X in the West Kom Ombo Block covering a total area of 31,520 km² and located in Upper Egypt. The WKO-3X was spud on March 7, 2011.

The WKO-3X well is the second of two committed frontier explorations well in the vast and highly unexplored West Kom Ombo Licence.

The main objective of the well is to provide a second stratigraphic control point, approximately 100 km southwest of the WKO-1X well location, in an area with very sparse geological and geophysical data coverage. The findings of the WKO-3X well will be used for defining and further optimizing the future exploratory steps in the license area.

Energean's operations in Egypt have not been directly affected by recent political events; however, the Company is closely monitoring the situation on a continuous basis.

About Energean Oil & Gas

Energean Oil & Gas (www.energean.com) through its subsidiaries is a private international oil and gas exploration and production group of companies with a Mediterranean and North African Region focus with oil and gas assets currently operated in Greece and Egypt. Aegean Energy (Egypt) Limited – a subsidiary of Energean Oil & Gas – operates also the offshore East Magawish concession in the Gulf of Suez.

For further information or clarifications, please contact, Mrs. Katerina VARSAMI,

(+30) 210 94 64 910, e-mail: kvarsami@energean.com