



OIL SEARCH LIMITED

(Incorporated in Papua New Guinea)
ARBN – 055 079 868

DRILLING REPORT – 16 September 2010

WELL NAME: Jebel Al Milh-1, Block 7, Yemen

Oil Search reports that as at 06:00 Yemen time (-7 hrs AEST) on 15 September, the Jebel Al Milh-1 well was preparing to flow test a 20 metre interval from 2,830 to 2,850 metres Measured Depth in the Lam clastics of the Madbi Formation. During the week, the basement section of the well was plugged and abandoned following analysis of the drilling and log data.

Jebel Al Milh-1 is located 16 kilometres north-northeast of the Al Meashar-1 well, which recently discovered oil in the basement. The Lam Member of the Madbi Formation is a secondary target of the well.

The participants in Block 7 are:

Oil Search (ROY) Ltd	34%, Operator
Kuwait Foreign Petroleum Exploration Co. (Aden) Ltd	21.25%
ARC Energy Holdings Ltd*	21.25%
Mitsui E&P Middle East B.V.	8.5%
Yemen General Corporation for Oil and Gas	15%
Total	100%

* A wholly owned subsidiary of AWE Limited

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