Market Release

17 September 2010

NZOG Buy-Back of Ordinary Shares

This notice relates to the securities in New Zealand Oil & Gas Limited that were acquired on market on 16 September 2010.

(a) Class of securities and ISIN: NZO Ordinary Shares, NZNOGE0001S6
(b) Number of securities acquired: 9,946
(c) Average consideration per security acquired: NZ$1.25
(d) Payment type: cash
(e) Amount paid up: fully paid
(f) Percentage of total class of securities acquired: 0.003
(g) Reason for acquisition: Capital Management
(h) Specific authority for acquisition: Directors' resolution dated 24 August 2010
(i) Any terms of acquisition: N/A
(j) Total number of securities after acquisition: 389,157,626
(k) Intentions for shares acquired: cancellation
(l) Date of acquisition: 16 September 2010

The identity of the seller or sellers of the securities is not known to New Zealand Oil & Gas Ltd.

This notice is given under NZSX Listing Rule 7.12.1 and section 65(2) of the Companies Act 1993.

For further information please contact:
David Salisbury, CEO & Managing Director OR; Chris Roberts, Corporate Affairs Manager
Telephone: +64 4 495 2424 Toll Free: 0800 000 594 (NZ)

NZOG stock symbols:
NZX shares – NZO
ASX shares – NZO