



STOCK EXCHANGE ANNOUNCEMENT

20 October, 2010

PATEKE UPDATE

The Operator, AWE Limited, has reported that the recommencement of production from the Pateke-3H well has been delayed due to further technical issues.

A clean up flow of the well was undertaken prior to the *Kan Tan IV* rig being released from site on 15 October, 2010, with the well repair activities having been successfully completed. However, the re-establishment of full oil production from the well has encountered further constraints.

AWE, in consultation with technical advisors, is undertaking a thorough review of the issue and this trouble-shooting will continue to determine the cause and most efficient remedy.

Participants in PMP 38158 are:

Pan Pacific Petroleum NL (through wholly owned subsidiary WM Petroleum Limited)	10.0%
AWE Limited (Operator)	42.5%
Mitsui E&P Australia Pty Limited	35.0%
Stewart Petroleum Co Limited (NZOG)	12.5%

For further information please contact:

Tom Prudence

Chief Executive Officer

Pan Pacific Petroleum NL

Telephone: + 61 2 9957 2177

www.panpacpetroleum.com.au