



OIL SEARCH LIMITED

(Incorporated in Papua New Guinea)

ARBN – 055 079 868

DRILLING REPORT – 30 June 2011

WELL NAME: IDT 25, PNG

Oil Search reports that as at 0600 hrs PNG time on 30 June, the IDT 25 well was at a depth of 3,728 metres and drilling ahead in a 4 1/8" hole. During the week the 5" liner was run and set over the open hole section. Drilling progress was 78 metres.

IDT 25, a development well located in the PDL2 Kutubu field, commenced drilling in May. The well successfully penetrated the Toro reservoir development objective and has been deepened to an exploration target, the Koi Iange. As previously reported, some hydrocarbon indications were encountered in the upper portion of the Koi Iange.

The forward plan is to drill ahead and evaluate the potential of deeper sands in the Koi Iange.

The participants in IDT 25 are:

Oil Search (PNG) Limited	60.05%
Ampolex (PNG Petroleum), Inc.	11.61%
Merlin Pacific Oil Company Limited	2.91%
Merlin Petroleum Company	18.69%
Petroleum Resources Kutubu Limited	6.75%
Total	100%

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