1 July 2011

Manager of Company Announcements
ASX Limited
Level 6, 20 Bridge Street
SYDNEY NSW 2000

By E-Lodgement

Highlights:

- **Resignation of Managing Director and Final Directors Interest Notice**

The Board of Directors of Otto Energy Ltd previously advised of the departure of Mr Paul Derek Moore, the Managing Director of Otto Energy on 1 July 2011.

The Board would like to thank Paul for his contribution to the company and wish him well in his future endeavours.

The Otto Board are currently finalising negotiations for the appointment of a new CEO and will advise the market accordingly once negotiations are completed. As advised previously, non executive director Mr Ian Boserio will provide assistance to the management team to ensure successful business delivery in the interim. In addition, Mr Matthew Allen will be appointed to the role of Acting-CEO. Mr Allen is currently the Chief Financial Officer and Company Secretary of Otto.

In respect of the following equity interests that remain unvested on 1 July 2011, the Board has determined in accordance with the rules of both the Employee Share Plan and Performance Rights Plan:

1. 7.5 million Employees options expiring on 1 July 2014 with an exercise price of 12 cents, will lapse if unexercised by 1 October 2011;
2. 4 million Director options expiring on 16 March 2014 with an exercise price of 13.25 cents, will lapse if unexercised by 1 August 2011;
3. 5 million Performance Rights with a measurement date of 1 July 2011, 3.75 million of which will vest and 1.25 million of which will lapse; and
4. 5 million Performance Rights with a measurement date of 1 July 2012 will lapse.

Please find attached Appendix 3Z Final Director's Interest Notice for Mr Paul Derek Moore.

Yours faithfully

Rick Crabb
Chairman

Contact:
All enquiries are to be addressed to Matthew Allen, Chief Financial Officer on +61 8 6467 8800 or email info@ottoenergy.com

OTTO AT A GLANCE

- ASX-listed oil and gas company with significant growth potential.
- Production from Galoc Oil Field provides cash flow.
- First operated exploration well in Philippines in Q2 2011.
- Opportunity rich with substantial exploration prospects and leads in Palawan and Visayan basins.

COMPANY OFFICERS

Rick Crabb	Chairman
Ian Macliver	Director
Rufino Bomasang	Director
John Jetter	Director
Ian Boserio	Director
Matthew Allen	CFO/Coy Secretary

Rule 3.19A.3

Appendix 3Z

Final Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

Name of entity	**Otto Energy Ltd**
ABN	**56 107 555 046**

We (the entity) give ASX the following information under listing rule 3.19A.3 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of director	Paul Derek Moore
Date of last notice	2 September 2010
Date that director ceased to be director	1 July 2011

Part 1 – Director's relevant interests in securities of which the director is the registered holder

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Number & class of securities	
Performance Rights	5,000,000 with measurement date of 1 July 2011 5,000,000 with measurement date of 1 July 2012

Part 2 – Director's relevant interests in securities of which the director is not the registered holder

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Name of holder & nature of interest Note: Provide details of the circumstances giving rise to the relevant interest	**Number & class of securities**
Plan B Trustees Limited – Lifetime Super Fund A/C	Ordinary Shares: 1,250,000 ordinary shares Employee share options: 7,500,000 @ 12 cents to vest 1 July 2014 Director share options: 4,000,000 @ 13.25 cents to vest 16 March 2014

Part 3 – Director's interests in contracts

Detail of contract	
Nature of interest	
Name of registered holder (if issued securities)	
No. and class of securities to which interest relates	