



OIL SEARCH LIMITED

(Incorporated in Papua New Guinea)

ARBN – 055 079 868

DRILLING REPORT – 8 March 2012

WELL NAME: P'nyang South 1, PNG

Oil Search reports that as at 06:00 hrs PNG time on 8 March, the P'nyang South 1 well was at a depth of 2,427 metres and drilling ahead in a 6" hole. Drilling progress for the week was 436 metres.

Following the intersection of gas in the Toro to P'nyang reservoir interval, the well is being deepened to evaluate the underlying Koi-lange sandstone.

P'nyang South 1 is located four kilometres south-west of the P'nyang 1x gas discovery and approximately 90 kilometres north-west of the Juha gas field.

The participants in P'nyang South 1 are:

Oil Search Limited *	38.5%
ExxonMobil affiliates	49.0%
JX Nippon	12.5%
Total	100%

* Oil Search is drilling the P'nyang South well under contract with the Operator, Esso PNG P'nyang Limited.

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