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

## By E-Lodgement

### OTTO ENERGY EXECUTES SERVICE CONTRACT 73 (FORMERLY AREA 7) IN PHILIPPINES CONTRACTING ROUND

#### Highlights:

- Otto Energy has been awarded Service Contract 73 (formerly Area 7) under the latest Philippine Energy Contracting Round
- Service Contract 73 has the potential to restock Otto's existing high impact exploration portfolio focused on South East Asia and East Africa

Otto Energy Ltd ("Otto") (ASX: OEL), has been formally awarded Service Contract 73 (formerly Area 7) under the Fourth Philippine Energy Contracting Round.

The award of this service contract is a reflection of Otto's significant expertise in the Philippine oil and gas industry.

Otto will now commence a program involving the reprocessing of existing seismic data with a minimum financial commitment of US\$0.5 million within an initial period of 18 months.

Otto Chief Executive Officer Gregor McNab said: "The addition of this new exploration acreage is consistent with our strategy to build an integrated exploration, development and production company focused on South East Asia and East Africa. Service Contract 73 has the potential to restock our existing, high impact, exploration prospect inventory."

--Ends--

### OTTO AT A GLANCE

- ASX-listed oil and gas company with a strategy to grow its integrated oil and gas business across exploration, development and production
- Focused on South East Asia and East Africa
- Operator of the producing Galoc oil field in the Philippines, which provides cashflow
- Opportunity rich with substantial exploration prospects and leads

### COMPANY OFFICERS

|                 |                   |
|-----------------|-------------------|
| Rick Crabb      | Chairman          |
| Ian Macliver    | Director          |
| Rufino Bomasang | Director          |
| John Jetter     | Director          |
| Ian Boserio     | Director          |
| Gregor McNab    | CEO               |
| Matthew Allen   | CFO/Coy Secretary |

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## APPENDIX A: SERVICE CONTRACT 73 BACKGROUND

Service Contract 73 is an offshore block located in the southern part of the Mindoro Basin – Cuyo Platform, a continental rift basin offshore the Philippines. It covers around 8,440 km<sup>2</sup> with water depths ranging from 100 metres to 1,300 metres. There is an existing 2D seismic data set of over 3,000 kilometres covering the block.

The petroleum play types identified in Service Contract 73 are reef build-ups, fault blocks and anticlines. The reservoir intervals are Early Miocene to Pliocene carbonates and Early to Late Miocene carbonates and clastics. Source rocks are coaly and organic-rich claystones of Eocene to Middle Miocene. Middle Miocene carbonates and clastics provide the seal for the system.

Oil has been discovered with an Extended Production Test conducted in 1994 at the Maniguin wells near the block. The occurrence of oil seepages in the Mindoro Island region also confirms the presence of an active petroleum system in the area.

