



Octanex N.L.

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MATUKU-1 WEEKLY PROGRESS REPORT No. 7

PEP 51906 – OFFSHORE TARANAKI BASIN, NEW ZEALAND

Octanex N.L. (**ASX Code: OXX**) (**Company**) has been advised by OMV New Zealand Limited, the Operator of the Matuku-1 exploration well that has been drilled in the offshore Taranaki Basin permit PEP 51906, that at 06:00 hours (NZST) on Tuesday, 21 January 2014, the well was at its total depth (**TD**) of 4,846m MDRT (measured depth below rotary table) and carrying out wireline logging operations.

Since the last progress report on 16 January 2014, the 8½" section has been drilled from 4307m MDRT to TD. On-going operations are to complete the wireline logging and then plug and abandon the well as planned.

Matuku-1 is a vertical well that has been drilled by the Kan Tan IV semi-submersible rig in water depths of approximately 130m. The Company's wholly-owned subsidiary, Octanex NZ Limited, holds a 22.5% participating interest in the PEP 51906 permit and this interest is being free carried by OMV through the drilling of the Matuku-1 well.

The participants in the PEP 51906 permit and its Joint Venture are:

OMV New Zealand Limited	65.0%
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Octanex NZ Limited	22.5%
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Australia and New Zealand Petroleum Limited	12.5%
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(Subsidiary of New Zealand Oil & Gas Ltd (**ASX Code: NZO**))

On behalf of the Board

A handwritten signature in black ink, appearing to read "J.G. Tuohy", is written over a light grey, stylized signature graphic.

J.G. Tuohy
Company Secretary

21 January 2014