

QUARTERLY REPORT OF CONSOLIDATED CASH FLOWS

NEW ZEALAND OIL & GAS LIMITED

For Quarter ended 30 September 2015

Quarterly Report of Consolidated Cash Flows prepared in accordance with NZSX Listing Rule 10.10.4. These figures are based on accounts which are unaudited. All figures are in New Zealand dollars. The Company has a formally constituted Audit Committee of the Board of Directors.

			Current Quarter June 2015 \$NZ'000	Year to Date (12 months) \$NZ'000
NZSX Ref	Notes	Cash Flows Relating to Operating Activities		
1(a)		Receipts from product sales and related debtors	48,558	48,558
1(b)		Payments for		
		(a) exploration and evaluation	(3,705)	(3,705)
		(b) development	(4,863)	(4,863)
		(c) production	(10,901)	(10,901)
		(d) administration	(6,350)	(6,350)
1(c)		Dividends received	-	-
1(d)		Interest and other items of a similar nature received	287	287
1(e)		Interest and other costs of finance paid	-	-
1(f)		Income taxes (paid)/received	(2,983)	(2,983)
1(g)		Royalties	(3,263)	(3,263)
1(h)		Other	-	-
1(i)		Net Operating Cash Flows	16,780	16,780
		Cash Flows Related to Investing Activities		
2(a)		Cash paid for purchases of:		
		(a) prospects	-	-
		(b) equity investments	-	-
		(c) other fixed assets	-	-
2(b)		Cash proceeds from sale of:		
		(a) prospects	-	-
		(b) equity investments	-	-
		(c) other fixed assets	-	-
2(c)		Loans to other entities	-	-
2(d)		Loans repaid by other related entities	-	-
2(e)		Other	-	-
2(f)		Net Investing Cash Flows	-	-
		Total Operating and Investing Cash Flows	16,780	16,780
		Cash Flows Related to Financing Activities		
3(a)(i)		Cash proceeds from issue of NZOG shares	11	11
3(a)(ii)		Buyback of NZOG shares	-	-
3(b)		Proceeds from sale of forfeited shares	-	-
3(c)		Borrowings	-	-
3(d)		Repayment of borrowings	-	-
3(e)		Dividends paid	-	-
3(f)		Other	(26)	(26)
3(g)		Net Financing Cash Flows	(15)	(15)
4(a)		Net Increase/(Decrease) in Cash Held	16,765	16,765
4(b)		Cash at beginning of quarter/year	83,659	83,659
4(c)		Exchange rate adjustments to Items 4(b) above	3,279	3,279
4(d)		Cash at End of Quarter	103,703	103,703

Notes:

This report is for the New Zealand Oil & Gas consolidated group at 30 September 2015.

Non-Cash Financing and Investing Activities

- 5(a) Provide details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

- 5(b) Provide details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

N/A

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Financing Facilities Available

Provide details of used and unused loan facilities and credit standby arrangements, adding such notes as are necessary for an understanding of the position.

	Notes	Amount Available \$ million	Amount Used \$ million
Tui letters of credit (USD)	1	USD 1.0	USD 1.0
ANZ Multi-Currency Revolving Credit Facility	2	NZD 20.0	Nil

Notes:

1. NZOG has a letter of credit facility with ANZ Bank New Zealand Limited in respect of the Tui area oil fields.
2. NZOG entered into a credit facility agreement with ANZ Bank New Zealand Limited to support the on-market takeover of Cue Energy Resources Pty Ltd.

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Estimated Outlays for Specified Quarter

	Notes	Current Quarter \$NZ'000	Following Quarter \$NZ'000
Exploration and evaluation	1	8,031	10,220
Development		5,320	3,936
Total		13,351	14,156

The outlays to be shown in this column are the estimates made for this quarter in the previous quarterly report. When these estimates differ by more than 15% from the actual outlays reported in Item 1(b) of this report, provide an explanation of the reason(s) for these differences as an attachment to this report.

Note 1: Timing of Cue Energy Resources exploration activity in Indonesia

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Reconciliation of Cash

For the purposes of this statement of cashflows, cash includes:
bank bills, cash on hand and at bank, short term deposits and government stock less any overdraft.

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows:	Current Quarter \$NZ'000	Previous Quarter \$NZ'000
Cash on hand and at bank	13,876	15,999
Deposits at call, term and bank bills	78,656	56,124
Bank overdraft	-	-
Other – Joint venture cash	11,171	11,536
Total: Cash at End of Quarter (Item 4(d)/4(b))	103,703	83,659
The above cash at end of quarter includes cash held in the following material currencies:	Current Quarter '000	Previous Quarter '000
United States Dollars	USD 41,726	USD 30,747
Australian Dollars	AUD 1,050	AUD 400
Indonesian Rupiah	IDR 437,282	IDR 1,908,733

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Changes in Interests in Mining Tenements

Note	Tenement Reference	Nature of Interest	Interest at Beginning of Quarter %	Interest at End of Quarter %
9(a)	Interests in mining tenements relinquished, reduced or lapsed			
9(b)	Interests in mining tenements acquired or increased			

9(c) The Company's "Petroleum Interests" as at 30 September 2015 are set out below.

PETROLEUM INTERESTS AT 30 September 2015

	GROSS AREA SQ KM	DIRECT INTEREST %
1. PETROLEUM MINING PERMITS		
PML 38146 (Kupe field)	257	15.0
PMP 38158 (Tui field)	467	27.5
Sampang PSC ⁽¹⁾	535	15.0
PMP 38160 (Maari) ⁽¹⁾	80	5.0
Pine Mills ⁽¹⁾	8.9	80.0
2. PETROLEUM EXPLORATION PERMITS		
PEP 52181 (Kaheru)	312	35.0
PEP 54857 (Waru)	525	100.0
PEP 51906 (Matuku)	1613	12.5

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PEP 52717 (Clipper)	3,423	50.0
PEP 55792 (Galleon)	1,654	100.0
PEP 55793 (Vulcan)	2,418	30.0
PEP 55794 (Toroa)	9,835	30.0
Kisaran PSC	2,179	22.5
Bohorok PSC	5,022	45.0
Palmerah Baru PSC	989	36.0
MNK Kisaran PSC	2,179	11.25
Mahakam Hilir PSC	222	100.0
Mahato PSC	5,600	12.5
WA-359-P	645	100.0
WA-360-P	643	37.5
WA-361-P	644	15.0
WA-389-P	1,939	40.0
WA-409-P	565	100.0
PEP-51313	819	14.0
PEP-51149	217	20.0
PEP-54865	2,475	20.0

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Issued and Quoted Securities at End of Current Quarter – 30 September 2015

(NEW ZEALAND OIL & GAS LIMITED ONLY)

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

Note		Number Issued	Number Quoted	Value (cents)	Paid-Up Value (cents)
	Ordinary Securities	348,192,482	338,029,482	N/A	N/A
	Fully paid during quarter	-	-	-	
	Cancelled during quarter	-			
	Partly Paid Securities <i>(included in ordinary securities, but not part of quoted ordinary securities)</i>	10,163,000	-	56.8-157.7	1.0
	Issued during quarter	2,328,000	-	56.8	1.0
	Fully paid during quarter	-	-	-	-
	Options	-	-	-	-
	Issued during quarter	-	-		
	Exercised during quarter	-	-		
	Expired during quarter	-	-		



André Gaylard
Chief Financial Officer
28 October 2015