

New Zealand Oil Gas Limited
Quarterly Report of Consolidated Cashflows

QUARTERLY REPORT OF CONSOLIDATED CASH FLOWS
NEW ZEALAND OIL & GAS LIMITED
For Quarter ended 31 Dec 2017

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.

NZSX Ref	Notes	Current Quarter Dec-17 \$NZ'000	Year to Date (12 months) \$NZ'000
1	Cash Flows Relating to Operating Activities		
	(a) Receipts from product sales and related debtors	6,074	12,870
	(b) Payments for exploration and evaluation	(1,397)	(2,306)
	for development	(979)	(1,936)
	for production	(3,224)	(6,758)
	for administration	(3,005)	(7,015)
	(c) Dividends received	-	-
	(d) Interest and other items of a similar nature received	417	947
	(e) Interest and other costs of finance paid	-	-
	(f) Income taxes (paid)/received	(436)	(1,250)
	(g) Royalties	(310)	(310)
	(h) Other	45	199
	(i) Net Operating Cash Flows	(2,815)	(5,559)
2	Cash Flows Related to Investing Activities		
	(a)(i) Cash paid for purchases of prospects	(30,000)	(30,000)
	(a)(ii) equity investments	-	-
	(a)(iii) other fixed assets	-	-
	(b)(i) Cash proceeds from sale of prospects	-	(1,526)
	(b)(ii) equity investments	-	-
	(b)(iii) other fixed assets	-	-
	(c) Loans to other entities	-	-
	(d) Loans repaid by other related entities	-	-
	(e) Other (provide details if material)	-	-
	(f) Net Investing Cash Flows	(30,000)	(31,526)
3	Cash Flows Related to Financing Activities		
	(a)(i) Cash proceeds from issue of NZOG shares	-	57
	(a)(ii) Buyback of NZOG shares	-	-
	(a)(iii) Capital return	-	-
	(b) Proceeds from sale of forfeited shares	-	(4)
	(c) Borrowings	-	-
	(d) Repayment of borrowings	-	-
	(e) Dividends paid	(6,805)	(6,805)
	(f) Other (provide details if material)	-	-
	(g) Net Financing Cash Flows	(6,805)	(6,752)
4	Net Increase/(Decrease) in Cash Held	(39,620)	(43,837)
	(b) Cash at beginning of quarter/year	121,967	125,103
	(c) Exchange rate adjustments to Items 4(a) above	732	1,813
	(d) Cash at End of Quarter	83,079	83,079

Notes:

New Zealand Oil Gas Limited
Quarterly Report of Consolidated Cashflows

NZSX Ref

5 **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

6 **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.

None

Notes

Amount Available \$ million	Amount Used \$ million
N/A	N/A

Notes:

7 **Estimated Outlays for Specified Quarter**

Exploration and evaluation

Notes

1

Development

2

Total

Current Quarter \$NZ'000	Following Quarter \$NZ'000
989	803
177	816
1,166	1,619

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.

Notes:

1 Timing

2 Timing

New Zealand Oil Gas Limited

Quarterly Report of Consolidated Cashflows

NZSX Ref

8 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	6,912	6,945
Deposits at call, term and bank bills	76,135	115,068
Bank overdraft	-	-
Other – Joint venture cash	32	(46)
Total: Cash at End of Quarter (Item 4(d)/4(b))	83,079	121,967

The above cash at end of quarter includes cash held in the following material currencies:	Current Quarter '000	Previous Quarter '000
New Zealand Dollars	NZD 28,931	NZD 67,292
United States Dollars	USD 35,538	USD 36,416
Australian Dollars	AUD 3,637	AUD 3,747
Indonesian Rupiah	IDR 998,161	IDR 923,843

9 Changes in Interests in Mining Tenements

Note	Tenement Reference	Nature of Interest	Interest at Beginning of Quarter %	Interest at End of Quarter%
9(a)	PML 38146 (Kupe field)	Petroleum mining	0	4
9(b)				

Interests in mining tenements relinquished, reduced or lapsed

Interests in mining tenements acquired or increased

9(c) The Company's "Petroleum Interests" as at 31 December 2017 are set out below.

PETROLEUM INTERESTS AT 31 December 2017

	GROSS AREA SQ KM	DIRECT INTEREST %
1. PETROLEUM MINING PERMITS		
Sampang PSC	535	15
PMP 38160 (Maari)	80	5
PML 38146 (Kupe field)	257	4
2. PETROLEUM EXPLORATION PERMITS		
PEP 52717 (Clipper)	3,423	50
PEP 55794 (Toroa)	9,835	30

New Zealand Oil Gas Limited
Quarterly Report of Consolidated Cashflows

NZSX Ref

Kisaran PSC	2,179	22.5
Bohorok PSC	5,022	45
Palmerah Baru PSC	989	36
Mahakam Hilir PSC	222	100
Mahato PSC	5,600	12.5
WA-359-P	645	100
WA-389-P	1,939	40
WA-409-P	565	20

10

Issued and Quoted Securities at End of Current Quarter – 31 December 2017

(NEW ZEALAND OIL & GAS LIMITED ONLY)

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

	Number Issued	Number Quoted	Value (cents)	Paid-Up Value (cents)
Ordinary Securities	167,848,718	159,528,718	N/A	N/A
Fully paid during quarter	-	-	-	-
Cancelled during quarter	-	-	-	-
Partly Paid Securities (included in ordinary securities, but not part of quoted ordinary securities)	8,320,000	-	56.8-113.00	1.0
Issued during quarter	-	-	-	-
Exercised during quarter	-	-	-	-
Fully paid during quarter	-	-	-	-
Options	-	-	-	-
Issued during quarter	-	-	-	-
Exercised during quarter	-	-	-	-
Expired during quarter	-	-	-	-



Catherine McKelvey
 Chief Financial Officer
 31 January 2018