



19 July 2007

NZOG MARKET RELEASE

New Zealand Oil & Gas Limited (NZOG) wishes to clarify points raised in an article which appeared in this morning's Christchurch Press.

The article references the Tui oil field development as potentially producing 60 million barrels of oil. The reference to 60 million barrels should have referred to the Hector exploration prospect. This exploration prospect, which is about to be drilled, is estimated by NZOG if successful to contain up to 60 million barrels of oil recoverable. The Tui oil fields are estimated to contain 27.9 million barrels of oil recoverable.

The article is headlined "NZOG could reduce stake in Pike River Coal". NZOG wishes to emphasise that it is committed to Pike River Coal Limited (PRCL) including future support by way of further funding to ensure that PRCL realises its full value by completing development of its Pike River Mine and achieving production expeditiously.

ENDS

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NZOG stock symbols: NZX shares - NZO options - NZOOD
ASX shares - NZO options - NZOO

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