# QUARTERLY REPORT OF CONSOLIDATED CASH FLOWS NEW ZEALAND OIL & GAS LIMITED

For Quarter ended 31 March 2016

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	Year to Date
			Mar-16	(9 months)
			\$NZ'000	\$NZ'000
NZSX Ref	Notes	Cash Flows Relating to Operating Activities		
1(a)		Receipts from product sales and related debtors	30,352	105,621
1(b)		Payments for		
		(a) exploration and evaluation	(10,311)	(19,713)
		(b) development	(1,311)	(8,966)
		(c) production	(9,325)	(32,331)
		(d) administration	(6,348)	(17,262)
1(c)		Dividends received	-	-
1(d)		Interest and other items of a similar nature received	71	546
1(e)		Interest and other costs of finance paid	-	-
1(f)		Income taxes (paid)/received	(3,568)	(9,502)
1(g)		Royalties	(1,963)	(6,196)
1(h)		Other	-	-
1(i)		Net Operating Cash Flows	(2,403)	12,197
		Cash Flows Related to Investing Activities		
2(a)		Cash paid for purchases of: (a) prospects	-	-
		(b) equity investments	-	-
• (1 )		(c) other fixed assets	-	-
2(b)		Cash proceeds from sale of: (a) prospects	-	-
		(b) equity investments	-	-
<b>o</b> ( )		(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	(2,403)	12,197
		Cash Flows Related to Financing Activities		
3(a)(i)		Cash proceeds from issue of NZOG shares	-	78
3(a)(ii)		Buyback of NZOG shares	-	-
3(b)		Proceeds from sale of forfeited shares	-	-
3(c)		Borrowings	-	-
3(d) 3(a)		Repayment of borrowings	-	-
3(e)		Dividends paid	- (05)	- (77)
3(f)		Other	(25)	(77)
3(g)		Net Financing Cash Flows	(25)	1
4(a)		Net Increase/(Decrease) in Cash Held	(2,428)	12,198
4(b)		Cash at beginning of quarter/year	96,487	83,659
4(c)		Exchange rate adjustments to Items 4(b) above	(684)	(2,482)
4(d)		Cash at End of Quarter	93,375	93,375

Notes:

This report is for the New Zealand Oil & Gas consolidated group at 31 March 2016.

# New Zealand Oil Gas Limited Quarterly Report of Consolidated Cashflows

NZSX Ref	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					
i(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					
i	<b>Financing Facilities Available</b> Provide details of used and unused loan facilities a necessary for an understanding of the position.	nd credit standby	arrangements, adding	such notes as are		
		I	Amount Available	Amount Used		
	ANZ Multi-Currency Revolving Credit Facility	Notes 1	\$ million Nil	\$ million Nil		
	Notes: 1. The credit facility agreement between I on 11 March 2016.	NZOG and ANZ B	ank New Zealand Limi	ted was terminated		
	Estimated Outlays for Specified Quarter					
		Notes	Current Quarter \$NZ'000	Following Quarter \$NZ'000		
	Exploration and evaluation	1(i) & 1(ii)	14,460	3,319		
	Development	2	1,532	3,622		
	Total		15,992	6,941		
	The outlays to be shown in this column are the est When these estimates differ by more than 15% fro provide an explanation of the reason(s) for these d	m the actual outlag	ys reported in Item 1(b	) of this report,		
	Note 1 (i): Actual exploration costs (current quarter in Indonesia by Cue Energy Resources Group.		-	•		

- 1 (ii) Exploration cost estimate (following quarter) for Cue Energy Resources Ltd includes testing at Mahakam Hilir PSC, reprocessing seismic at WA389-P and wash-up costs at PEP51149 (Te Kiri). Estimate for rest of Group includes continuation of seismic processing at PEP55794 (Toroa) and PEP55793 (Vulcan) and required admin costs in Indonesia.
- 2 Development cost estimate (following quarter) is largely in relation to repairs to moorings and water flow lines at PMP 38160 (Maari).

## NZSX Ref

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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	34,703	29,328
Deposits at call, term and bank bills	49,843	58,521
Bank overdraft		-
Other – Joint venture cash	8,827	8,637
Total: Cash at End of Quarter (Item 4(d)/4(b))	93,373	96,487

The above cash at end of quarter includes cash held in the following material currencies:	Current Quarter '000	Previous Quarter '000
New Zealand Dollars	NZD6,292	NZD 3,848
United States Dollars	USD51,763	USD 57,163
Australian Dollars	AUD353	AUD 365
Indonesian Rupiah	IDR498,377	IDR 553,553

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### **Changes in Interests in Mining Tenements**

No	ote	Tenement Reference	Nature of Interest	Interest at Beginning of Quarter %	Interest at End of Quarter%
9(a)	Interests in mining tenements relinquished, reduced				
9(b)	Interests in mining tenements acquired or increased				

#### 9(c) The Company's "Petroleum Interests" as at 31 March 2016 are set out below.

### PETROLEUM INTERESTS AT 31 March 2016

	GROSS AREA DIREC		
	SQ KM	INTEREST %	
1. PETROLEUM MINING PERMITS			
PML 38146 (Kupe field)	257	15	
PMP 38158 (Tui field)	467	27.5	
Sampang PSC	535	15	
PMP 38160 (Maari)	80	5	
Pine Mills	8.9	80	
2. PETROLEUM EXPLORATION PERMITS			
PEP 52181 (Kaheru)	312	35	
PEP 54857 (Waru)	525	100	
PEP 51906 (Matuku)	1613	12.5	

## New Zealand Oil Gas Limited Quarterly Report of Consolidated Cashflows

### NZSX Ref

PEP 52717 (Clipper)	3,423	50
PEP 55792 (Galleon)	1,654	100
PEP 55793 (Vulcan)	2,418	30
PEP 55794 (Toroa)	9,835	30
Kisaran PSC	2,179	22.5
Bohorok PSC	5,022	45
Palmerah Baru PSC	989	36
MNK Kisaran PSC	2,179	11.25
Mahakam Hilir PSC	222	100
Mahato PSC	5,600	12.5
WA-359-P	645	100
WA-360-P	643	37.5
WA-361-P	644	15
WA-389-P	1,939	40
WA-409-P	565	100
PEP-51313	819	14
PEP-51149	217	20
PEP-54865	2,475	20

## 10 Issued and Quoted Securities at End of Current Quarter – 31 March 2016

(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 (included in ordinary securities, but not part of quoted ordinary securities)	9,506,000	-	56.8-113.00	1.0
	Issued during quarter	-	-	-	-
	Fully paid during quarter	-	-	-	-
	Options	-	-	-	-
	Issued during quarter	-	-	-	-
	Exercised during quarter	-	-	-	-
	Expired during quarter	-	-	-	-

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André Gaylard Chief Financial Officer 26 April 2016