

QUARTERLY REPORT OF CONSOLIDATED CASH FLOWS
NEW ZEALAND OIL & GAS LIMITED
For Quarter ended 31 December 2018

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-18 \$NZ'000	Year to Date (6 months) \$NZ'000
1	Cash Flows Relating to Operating Activities		
	(a) Receipts from product sales and related debtors	11,309	23,530
	(b) Payments for exploration and evaluation	(7,193)	(7,959)
	for development	(584)	(1,057)
	for production	(2,986)	(5,524)
	for administration	(2,201)	(6,562)
	(c) Dividends received	-	-
	(d) Interest and other items of a similar nature received	556	1,191
	(e) Interest and other costs of finance paid	-	-
	(f) Income taxes (paid)/received	(650)	(1,805)
	(g) Royalties	(201)	(1,179)
	(h) Other	(261)	154
	(i) Net Operating Cash Flows	(2,211)	789
2	Cash Flows Related to Investing Activities		
	(a)(i) Cash paid for purchases of prospects	-	-
	(a)(ii) equity investments	-	-
	(a)(iii) other fixed assets	-	-
	(b)(i) Cash proceeds from sale of prospects	-	-
	(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	-	-
3	Cash Flows Related to Financing Activities		
	(a)(i) Cash proceeds from issue of NZOG shares	-	6
	(a)(ii) Buyback of NZOG shares	-	-
	(a)(iii) Capital return	-	-
	(b) Proceeds from sale of forfeited shares	-	(17)
	(c) Borrowings	-	-
	(d) Repayment of borrowings	-	-
	(e) Dividends paid	-	-
	(f) Other (provide details if material)	-	-
	(g) Net Financing Cash Flows	-	(11)
4	Net Increase/(Decrease) in Cash Held	(2,211)	778
	(b) Cash at beginning of quarter/year	102,410	98,010
	(c) Exchange rate adjustments to Items 4(a) above	(1,111)	300
	(d) Cash at End of Quarter	99,088	99,088

Notes:

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

Notes:

7 **Estimated Outlays for Specified Quarter**

	Notes	Current Quarter \$NZ'000	Following Quarter \$NZ'000
Exploration and evaluation	1	3,439	5,152
Development	2	878	785
Total		4,317	5,937

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 Budget phasing for Kohatuki and Sampang drilling operations.
- 2 Capex spend lower than expected.

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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	18,236	17,926
Deposits at call, term and bank bills	79,903	83,989
Bank overdraft	-	-
Other – Joint venture cash	949	495
Total: Cash at End of Quarter (Item 4(d)/4(b))	99,088	102,410

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 31,977	NZD 32,064
United States Dollars	USD 42,314	USD 43,784
Australian Dollars	AUD 3,824	AUD 3,713
Indonesian Rupiah	IDR 297,960	IDR 1,045,464

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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		

The Company's "Petroleum Interests" as at 31 December 2018 are set out below.

PETROLEUM INTERESTS AT 31 December 2018

	GROSS AREA SQ KM	DIRECT INTEREST %
1. PETROLEUM MINING PERMITS		
Sampang PSC	535	15
PMP 38160 (Maari)	80	5
PML 38146 (Kupe)	257	4
2. PETROLEUM EXPLORATION PERMITS		
PEP 52717 (Clipper)	3,423	50
PEP 55794 (Toroa)	9,835	100
Kisaran PSC	2,179	22.5
Bohorok PSC *	5,022	25
PEP 55768 (Kohatukai)	134	25
Mahakam Hilir PSC	222	100
Mahato PSC	5,600	12.5
WA-359-P **	645	100
WA-389-P	1,939	100
WA-409-P	565	20

* Subject to completion NZO will dispose of its interest in the Bohorok PSC.

** Cue has agreed to farm down its interest subject to conditions not yet satisfied. If completed NZO will participate at 36.5% (Cue at 21.5%, NZO at 15%).

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Issued and Quoted Securities at End of Current Quarter – 31 December 2018

(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	164,430,718	N/A	N/A
Fully paid during quarter	-	-	-	-
Cancelled during quarter	-	-	-	-
Partly Paid Securities <small>(included in ordinary securities, but not part of quoted ordinary securities)</small>	3,418,000	-	74.35-94.00	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
30 January 2019