

**DISCLOSURE OF MOVEMENT OF 1% OR MORE IN SUBSTANTIAL HOLDING OR
CHANGE IN NATURE OF RELEVANT INTEREST OR BOTH**

Sections 277 and 278, Financial Markets Conduct Act 2013

To: NZX Limited.

And: New Zealand Oil and Gas Limited (NZO).

Relevant event being disclosed: Movement of 1% or more in substantial holding.

Date of relevant event: 14 June 2017.

Date this disclosure made: 15 June 2017.

Date last disclosure made: 2 May 2017.

Substantial security holder(s) giving disclosure

Full name: H&G Limited.

Summary of substantial holding

Class of quoted voting products: Ordinary Shares - NZO.

Summary for H&G Limited.

For **this** disclosure,—

- (a) total number held in class: 13,319,845.
- (b) total in class: 159,428,718.
- (c) total percentage held in class: 8.35%.

For **last** disclosure,—

- (a) total number held in class: 23,292,281.
- (b) total in class: 318,855,243.
- (c) total percentage held in class: 7.30%.

Details of transactions and events giving rise to relevant event

Details of the transactions or other events requiring disclosure:

- (1) Between 2 May 2017 and 5 May 2017 H&G Limited acquired 493,660 shares in NZO on market for \$310,971.06.
- (2) On 9 May 2017, through a court approved scheme of arrangement, NZO returned capital to shareholders by cancelling one share for every two held with consideration of \$0.627 (rounded) paid for every share cancelled. As a consequence H&G Limited had 11,892,970 shares cancelled and received a return of capital of \$7,459,792.65.

Following the share cancellation NZO has 159,428,718 shares on issue.

- (3) Between 12 May 2017 and 14 June 2017 H&G Limited acquired 1,426,874 shares in NZO on market for \$912,571.14.

Details after relevant event

Details for H&G Limited:

- (1) Nature of relevant interest(s): H&G Limited is the legal and beneficial holder of 13,319,845 shares in NZO. No relevant agreement is required to be attached under regulation 139.

For that relevant interest:

- (a) number held in class: 13,319,845.
- (b) percentage held in class: 8.35%
- (c) current registered holder(s): H&G Limited
- (d) registered holder(s) of securities once transfers registered: No change.

Additional information

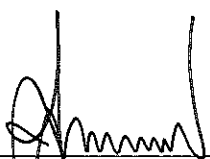
Address(es) of substantial product holder(s): 127 Queen Street East (PO Box 783), Hastings.

Contact details: David Cushing – 027 459 2218.

Name of any other person believed to have given, or believed to be required to give, a disclosure under the Act in relation to the securities to which this disclosure relates: Nil.

Declaration

I, James Wright, certify that, to the best of my knowledge and belief, the information contained in this disclosure is correct and that I am duly authorised to make this disclosure by all persons for whom it is made.



James Wright.

Date: 15 June 2017