

DISCLOSURE OF BEGINNING TO HAVE A SUBSTANTIAL HOLDING.

Sections 276, Financial Markets Conduct Act 2013.

To: NZX Limited.

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

Date this disclosure made: 19 September 2016.

Date on which substantial holding began: 19 September 2016

Substantial security holder(s) giving disclosure

Full name: H&G Limited.

Summary of substantial holding

Class of quoted voting products: Ordinary Shares (NZO).

For **this** disclosure,—

- (a) total number held in class: 16,800,000.
- (b) total in class: 319,266,280.
- (c) total percentage held in class: 5.26%

Details after relevant interests

Details for H & G Limited:

- (1) Nature of relevant interest(s): H&G Limited is the legal and beneficial holder of 16,800,000 ordinary shares in NZO. No relevant agreement is required to be attached under regulation 139.

For that relevant interest:

- (a) number held in class: 16,800,000.
- (b) percentage held in class: 5.26%
- (c) current registered holder(s): H&G Limited
- (d) registered holder(s) once transfers registered: No change.

Details of transactions and events giving rise to substantial holding

Details of the transactions or other events requiring disclosure:

- (1) During the period between 31 March 2015 and 16 May 2016 H&G Limited acquired 12,790,472 ordinary shares in NZO for \$6,048,992 through on market purchases.

- (2) During the period between 23 May 2016 and 23 August 2016 H&G Limited acquired 4,009,528 ordinary shares in NZO for \$1,915,901 through on market purchases.
- (3) On 20 September 2016 NZO will cancel 16,740,429 ordinary shares so that the total number of NZO ordinary shares on issue will be 319,266,280.

Additional information

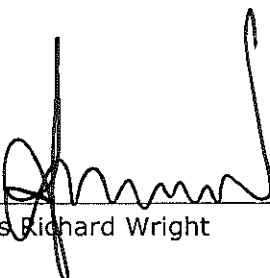
Address(es) of substantial product holder(s): C/- Rural Equities Limited, First Floor, 120 Karamu Road North (PO Box 783), Hastings.

Contact details: James Wright, Rural Equities Limited, First Floor, 120 Karamu Road North (P O Box 783), Hastings. Email – enquiries@ruralequities.co.nz. Phone – + 64 6 870 4672.

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 Richard 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 Richard Wright

Date: 19 September 2016