

6 September 2010

Australian Securities Exchange Limited
Company Announcements Office
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Tindalo Operations Update

Nido Petroleum Limited (Nido), as Operator of Service Contract 54A (SC 54A), is pleased to advise that the Tindalo-1 well intervention and remediation programme has commenced.

Since the previous update on 30 August 2010:

- The support vessel M/V Pacific Ariki arrived at the Tindalo location on 5 September with the items necessary for the well intervention and equipment and materials are being transferred from the support vessel to the rig;
- The Tindalo-1 well has now been shut-in and re-entry operations have commenced;
- Diagnostic logging will be undertaken early in the programme to determine the selection of the most appropriate option to remedy the water influx into the well; and
- The well intervention and remediation programme is scheduled to take 10-17 days to complete.

Other operational highlights include:

- Some 196,000 barrels of oil (@60°F) are now in the storage tanks of the FSO; and
- The offtake of the first cargo is currently scheduled for 16-18 September, subject to weather.

Nido will provide a further update on the progress the in-field operations once the results of the diagnostic logging have been analysed.

Yours sincerely



Joanne Williams
Deputy Managing Director

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SC 54A Working Interests

Company	Working Interest
Nido Petroleum Philippines Pty Ltd (Nido, ASX: NDO) - Operator	42.4%
Yilgarn Petroleum Philippines Pty Ltd, (Kairiki, ASX: KIK)	30.1%
Trafigura Ventures III BV (Trafigura)	15.0%
TG World (BVI) Corporation (TG World)	12.5%