



2 June 2011

ASX Limited  
Company Announcements Office  
Level 4, Exchange Centre  
20 Bridge Street  
SYDNEY NSW 2000

## Gindara-1 Drilling Update

Please refer to the attached ASX release of Nido Petroleum Limited, the SC54B Operator, for further details.

**For further information please contact:**

Mark Fenton  
Managing Director  
Phone: +61 8 9388 6711

### Capital Structure

Shares	1,187,522 m
Listed Options	305,192 m
Unlisted Options	.500 m
Total:	<b>1,493,214 m</b>

### Board of Directors

Paul Fry	Non-Executive Chairman
Mark Fenton	Managing Director
Duncan Maclean	Non- Executive Director

### Assets

Philippines:

- SC 54B - KIK: 22%

*Current Status:*

- Gindara prospect to be drilled from May 2011.

- SC 54A - KIK: 30.1%

*Current Status:*

- Post-Tindalo permit review

### Kairiki Energy Limited

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ABN: 34 002 527 906



## Corporate Profile

Kairiki Energy is an Australian Based junior international oil and gas exploration and production company focussed on the Philippines. Kairiki holds a 30.1% interest in Service Contract 54A and a 22% interest in Service Contract 54B.

SC 54B measures 3184 km<sup>2</sup> and contains the Gindara prospect which has a mean unrisked oil in place volume estimated by the Operator of 634 million barrels. The Gindara prospect is a very large simple four-way closure at the Top Nido Limestone reservoir objective with an areal extent of 28 km<sup>2</sup>, a vertical closure of over 300m and is well located to receive hydrocarbon charge from the Palawan Trough. Drilling of the Gindara prospect is planned to commence in May 2011 using the Atwood Falcon semi-submersible rig.

SC 54A measures 862 km<sup>2</sup> and contains the Tindalo, Yakal, Nido 1X1 and Signal Head oil discoveries as well as a substantial portfolio of similar low-risk reefal prospects. Following disappointing results in the Tindalo development, the SC 54A JV is reviewing the shallow water development strategy for the area with the view to commercialising the remaining portfolio as soon as possible.

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

## Gindara-1 Drilling Update

Nido Petroleum Limited ("Nido", ASX: NDO), on behalf of the SC 54B Joint Venture, is pleased to provide the following update on the progress of the Gindara-1 exploration well over the past week.

At 06:00 hrs (WST) on 2 June 2011, the Gindara-1 well was at a depth of 2,745 metres MD (2,723 metres TVDss) and drilling ahead in the Pagasa Formation. Progress for the week was 1,343 metres.

The forward operation is to continue to drill the 12 1/4" hole through the Pagasa Formation to the section total depth of approximately 3,307 metres MD (3,285 metres TVDss) where the 9 5/8" casing is planned to be set. Prior to reaching the 9 5/8" casing depth, the Gindara-1 well is prognosed to penetrate the top of the secondary 'Coron Clastics' reservoir objective at approximately 2,872 metres MD (2,850 metres TVDss).

The next weekly update to the market on the progress of the Gindara-1 well is scheduled for 9 June 2011.

Yours sincerely,



**Jocot de Dios**  
Chief Executive Officer

### SC 54B Working Interests

Company	Working Interest
Shell Philippines Exploration B.V. (Shell)	45%
Nido Petroleum Philippines Pty Ltd (Nido, ASX: NDO) - Operator	33%
Yilgarn Petroleum Philippines Pty Ltd, (Kairiki, ASX: KIK)	22%

# SC 54B Location Map and Gindara Prospect

