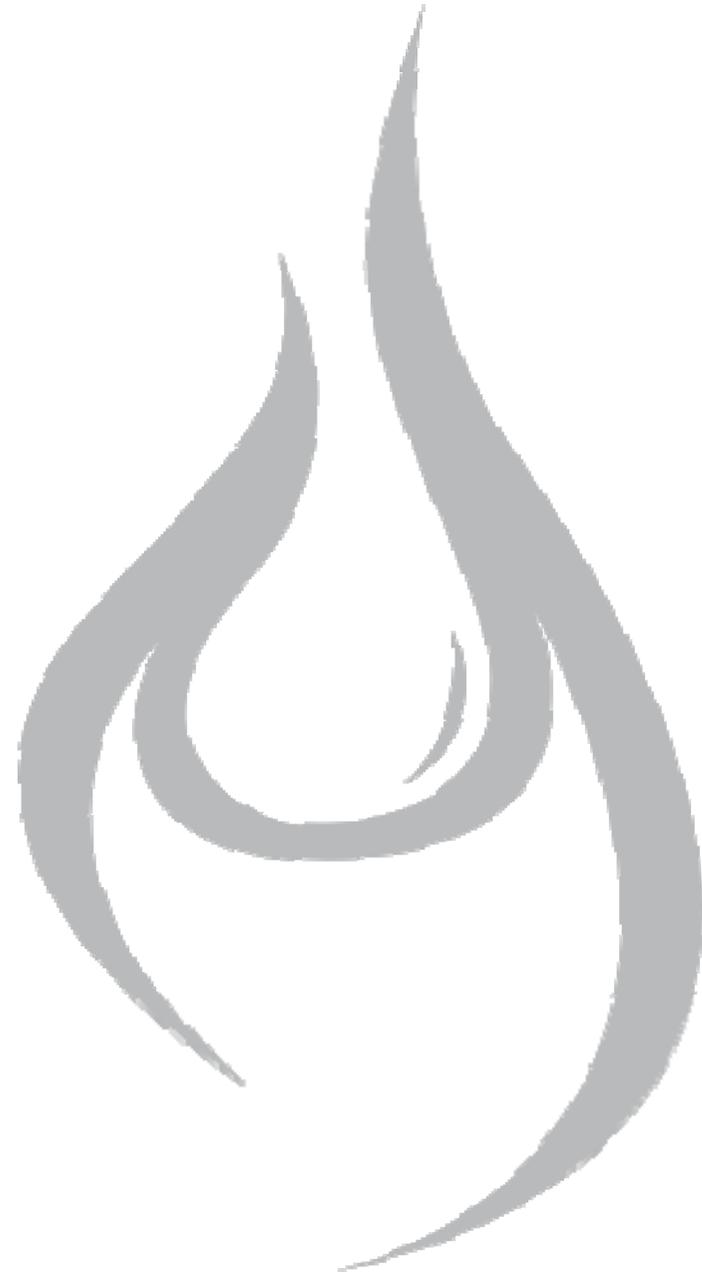




**Annual General Meeting
3rd May 2011**



Company Overview



NZX/ASX listed company

~\$100m NZD market capitalisation

Strategically located, high quality acreage

S. Island certified 3P reserves 274 PJ

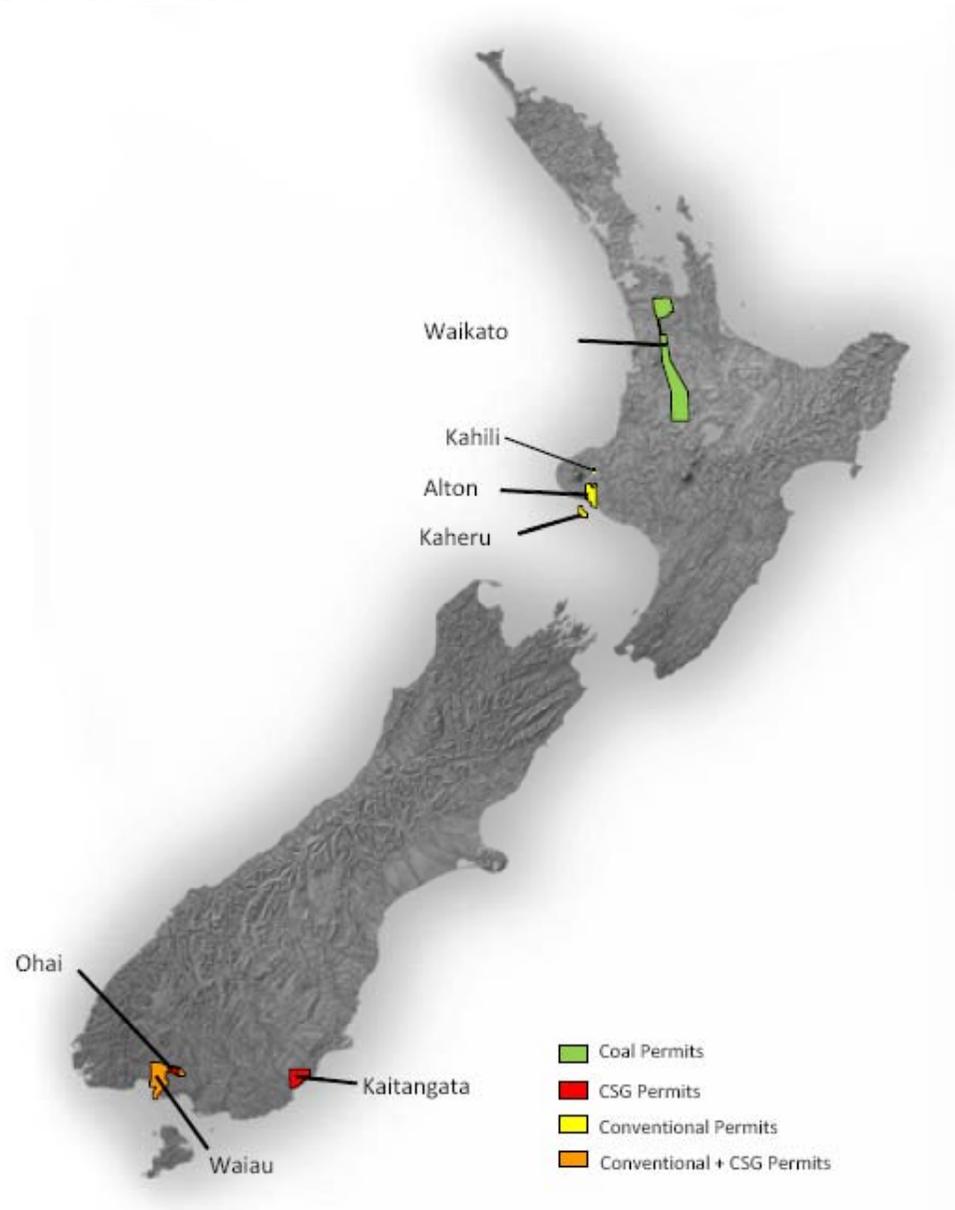
CSG portfolio located near high value market opportunities

Fully funded 2011 work programme

Nil debt



Operational Areas



Key achievements 2010 to 2011 AGM

Executed landmark power off-take with NZAS

60% increased in 3P certified reserves to 274PJ

Successfully completed drilling Ohai pilot project – *NZ first CSG lateral project*

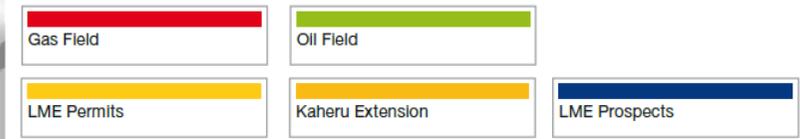
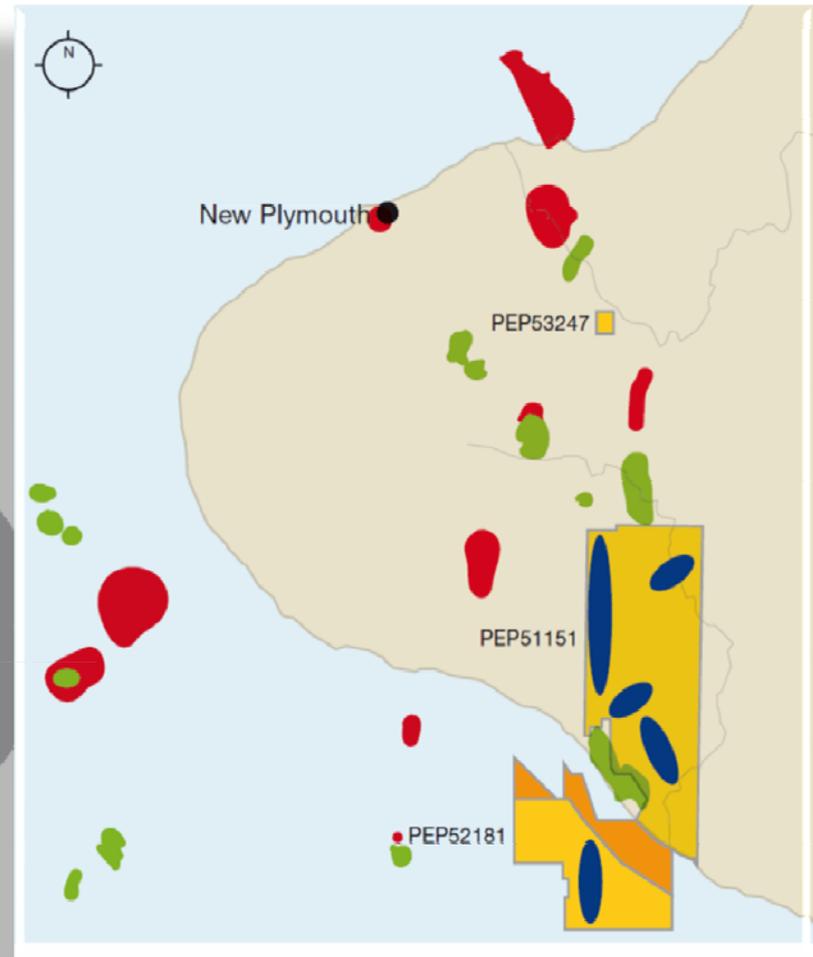
Executed LOI with HW Richardson Group

Awarded highly prospective onshore Taranaki permit - Kahili



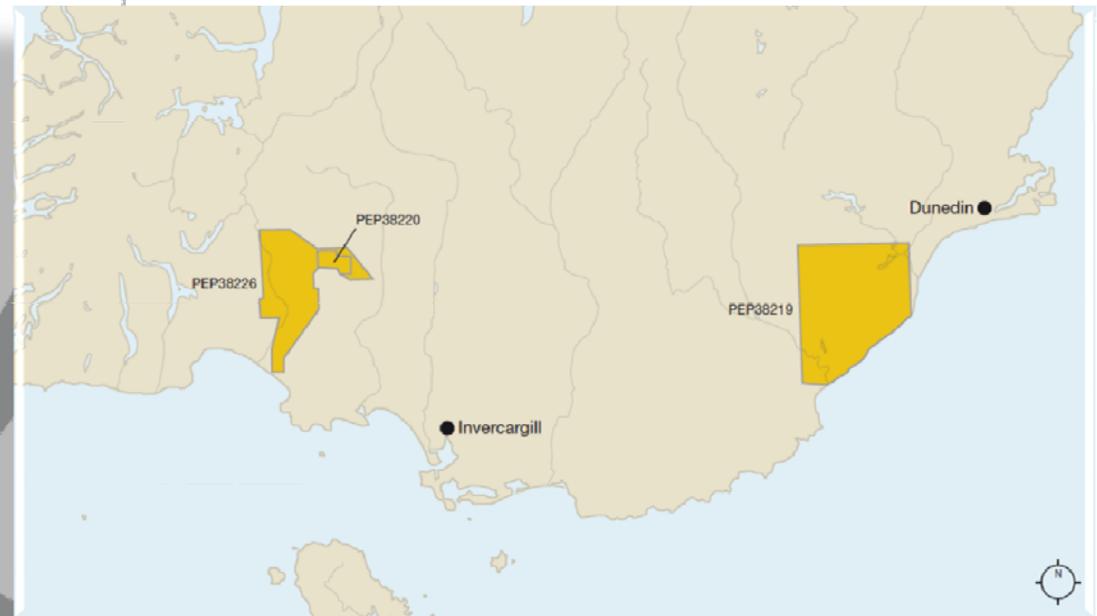
Conventional

Waiiau – 38226 (100%)	Kahili -53247 (25%)	Kaheru - 52181 (15%)	Alton - 51151 (50%)
300bcf target	Blocks offer award	Offshore Taranaki	Onshore Taranaki
Early cash possible	~45MMbbl target	Shallow oil targets	
	Close to Kupe field	Close to facilities	
		Plan to drill Mid '11	

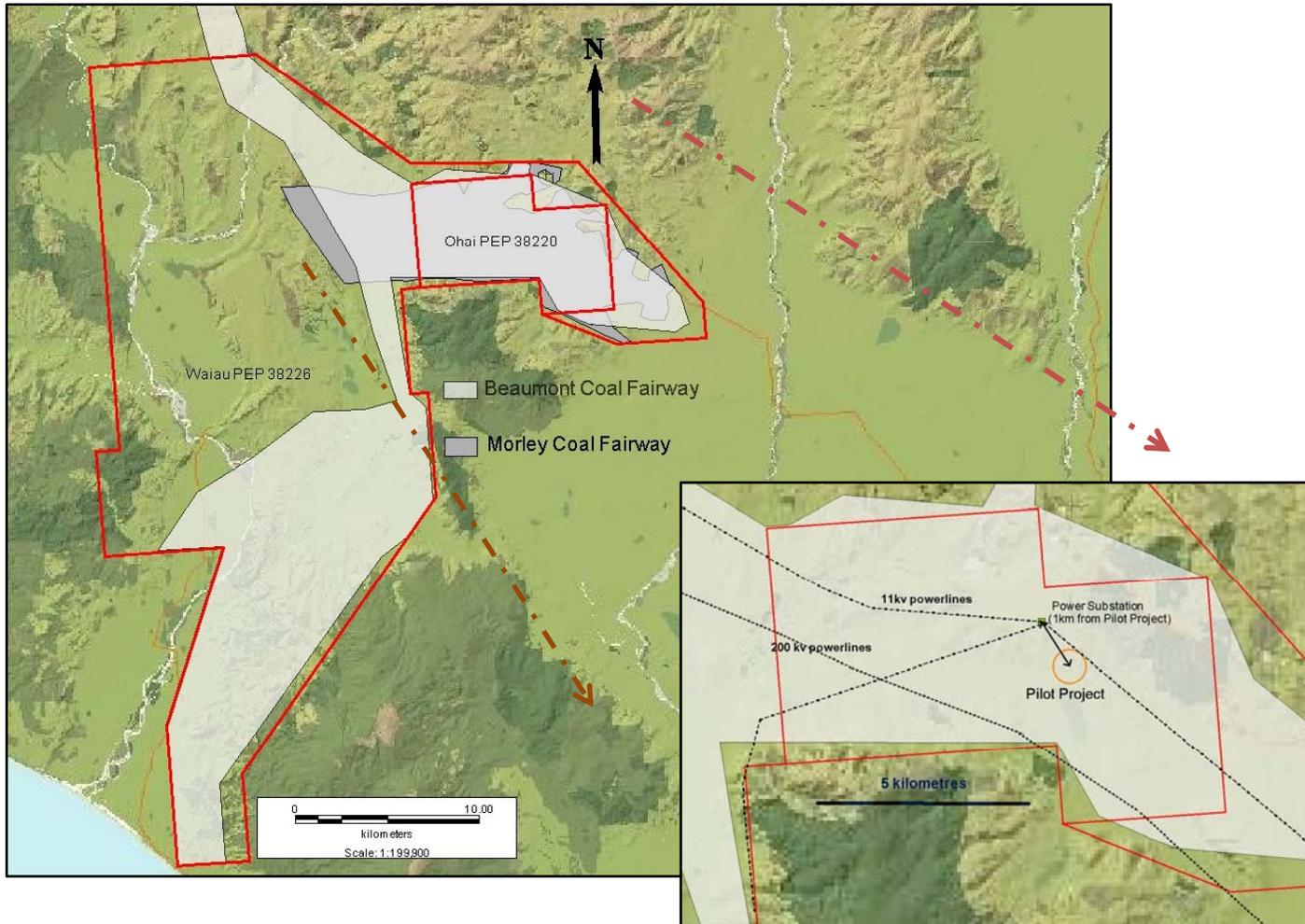


Coal Seam Gas

38219 (100%)	38226 (100%)	38220 (100%)
Appraisal extension	Significant 3P upside potential	274PJ 3P Certified
	Coals extend from adjoining Ohai permit	Pilot project underway
	Larger resource base increases development options	Initial off-take agreement in place
		First mover advantage



Ohai CSG pilot underway



Determine gas production profile

Refine completion method

Input data for 2P reserves certification

Define development template

2011 work programme

- Ohai (38220)
 - Commence production from CSG pilot
 - Install/commission 1MW power station
 - Progress development strategies – Electricity, micro LNG, direct gas sales
- Waiau (38226)
 - Potential 3P reserve growth for the greater Ohai area
 - Additional exploration drilling planned upon initial certification of Ohai 2P reserves
- Kaitangata (38219)
 - Further resource evaluation (*pending application approval*)
- Alton (51151)
 - Drill Talon-1 well – commence drilling mid year
- Kahili (53247)
 - Complete seismic programme – new acquisition & reprocessing
 - Drill decision late 2011
- Kaheru (52181)
 - Reprocessing of existing 3D seismic data
 - Drill decision second quarter 2012



Summary



Dual focused with high quality exploration portfolio

Acreage is strategically located near market and infrastructure

Near term cash flow opportunities

Unique position on the S. Island with first certified reserves: 274 PJ (3P)

High value CSG offtake opportunities

Fully funded for 2011 work programme





Disclaimer

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This presentation contains interpretations and forward looking statements that are subject to risk factors associated with the oil and gas industry.

It is believed that the expectations reflected in the presentation are reasonable but may be affected by a variety of variables and changes in underlying assumptions which could cause actual results to differ substantially from the statements made. This includes but is not limited to: production fluctuations, commodity price fluctuations, variations to drilling, well testing and production results, reserve estimates, loss of market, industry competition, environmental risk, physical risks, legislation, loss of mineral lease tenure, fiscal and regulatory developments, economic and financial market conditions, project delay or advancement, approvals and cost estimates.

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