

Disclosure of movement of 1% or more in substantial holding or change in nature of relevant interest or both

Sections 23 and 24, Securities Markets Act 1988

Relevant event being disclosed: movement of 1% or more in the substantial holding

Date of relevant event: 19 December 2008

To: New Zealand Exchange Limited

And: Pan Pacific Petroleum NL

Date this disclosure made: 22 December 2008

Date last disclosure made: 19 December 2008

Substantial security holder(s) giving disclosure

Name(s): New Zealand Oil & Gas Limited

Contact details: David John Pay

New Zealand Oil & Gas Limited

04-495-2424

david.pay@nzog.com

Summary of substantial holding to which disclosure relates

Class of listed voting securities: PPP Ordinary shares

Summary for New Zealand Oil & Gas Limited

For **this** disclosure,—

- (a) total number held in class: 87,498,110
- (b) total in class: 588,612,110
- (c) total percentage held in class: 14.865%

For **last** disclosure,—

- (a) total number held in class: 77,214,811
- (b) total in class: 588,612,110
- (c) total percentage held in class: 13.118%

Details of transactions and events giving rise to relevant event

Details of the transactions or other events requiring disclosure under the instructions to this form:

There was a movement of 1% or more in the substantial holding due to various on-market trades on 19 December.

Consideration: Purchase of 10,283,299 shares in various on-market trades at a total cost of NZ\$3,584,607

Details of relevant interests in substantial holding after relevant event

Details for New Zealand Oil & Gas Limited

Nature of relevant interest(s): Beneficial owner. No relevant agreement or document is attached because the exemption for ownership interests under regulation 13 of the Securities Markets (Substantial Security Holders) Regulations 2007 applies.

For that relevant interest,—

- (a) number held in class: 87,498,110
- (b) percentage held in class: 14.865%
- (c) current registered holder(s) of securities: Stewart Petroleum Co Limited
- (d) registered holder(s) of securities once transfers registered: Stewart Petroleum Co Limited

Additional information

Nature of connection between substantial security holders: A separate notice has been filed by New Zealand Oil & Gas Limited's wholly owned subsidiary, Stewart Petroleum Co Limited, in respect of the same shareholding

Address(es) of substantial security holder(s): Level 20, 125 The Terrace, Wellington, New Zealand; PO Box 10725, Wellington, New Zealand

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: Stewart Petroleum Co Limited

Declaration

I, David John Pay, declare 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.