



11 July 2007

PIKE RIVER IPO SUCCESSFUL

New Zealand Oil & Gas Limited ("NZOG") advises the market that there has been strong support for the Pike River Coal Limited initial public offer (IPO) which closed yesterday. Subscriptions have substantially exceeded the minimum 65 million shares on offer.

Andrew McDouall, Managing Director of McDouall Stuart Securities, the lead manager of the IPO, said "There was strong retail interest from New Zealand investors and from NZOG shareholders via their entitlement in the issue, and good institutional interest from New Zealand, Australia and elsewhere offshore".

David Salisbury, NZOG Chief Executive Officer, said "The successful float of Pike River is a key step for NZOG as promoter of the float. Together with our other three building blocks - the Tui development where first oil is due to flow by the end of this month, the Kupe development which is on schedule for first production in mid 2009 and the company's exploration portfolio - NZOG is well positioned for further growth."

The exact level of oversubscriptions will be known once all applications have been processed. A final allotment notice for the IPO is expected early next week.

ENDS

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NZOG stock symbols: NZX shares - NZO options - NZOOD
 ASX shares - NZO options - NZOO

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