

(Securities Markets Act 1988)
Substantial Security Holder Notice

Tick the appropriate box(es)

<input checked="" type="checkbox"/>	Notice that a person has become a substantial security holder (section 20(3))	<input type="checkbox"/>	Notice that a person has ceased to be a substantial security holder (section 21(3))
<input type="checkbox"/>	Notice of a change in the number of voting securities in which a substantial security holder has a relevant interest (section 21(1))	<input type="checkbox"/>	Notice of a change in the nature of relevant interest held by a substantial security holder (section 22)

1. **NZ Oil and Gas Limited**
Name of public issuer

Accident Compensation Corporation
Name of substantial security holder

81 – 83 Molesworth Street, (PO Box 242), Wellington
Address of substantial security holder

Nicholas Bagnall **(04) 918 7751**
Contact name for queries Telephone number

2. **15,326,307** **230,344,889** **6.65%**
Total number of voting securities of the public issuer in which a relevant interest is held Total number of voting securities issued by public issuer Total percentage

Ordinary Shares **One**
Class of voting securities Number of votes attached to each voting security in that class

3. BENEFICIAL RELEVANT INTERESTS	NON-BENEFICIAL RELEVANT INTERESTS
15,326,307 <small>Number of voting securities of the class in which a beneficial relevant interest is held</small>	zero <small>Number of voting securities of the class in which a non-beneficial relevant interest is held</small>
6.65% <small>Percentage held at date of THIS notice</small>	--- <small>Percentage held at date of THIS notice</small>
n/a <small>Percentage held at date of LAST notice (if any)</small>	n/a <small>Percentage held at date of LAST notice (if any)</small>

4. DETAILS OF EACH RELEVANT INTEREST	DETAILS OF EACH RELEVANT INTEREST
Accident Compensation Corporation (via NZCSD) <small>Name(s) of registered holder(s)</small>	n/a <small>Name(s) of registered holder(s)</small>
15 November 2006 <small>Date(s) of transaction(s)</small>	5(1) (a), (b), (c) & (d) <small>Provision(s) of section 5</small>
5,000,000 NZ\$5,000,000 <small>Number of voting securities Consideration (expressed in NZ\$)</small>	 <small>Number of voting securities Consideration (expressed in NZ\$)</small>

Participation in placement of new shares by NZOG. ACC also rec'd 1,666,667 options through the placement, increasing its total holding of options to 5,558,041 (4.92% of total '08 options).

Description of nature of transaction(s), including the name(s) of any other party to the transaction(s) (if known)

8. Relevant documentation- forms part of this notice

is not required to be filed

has already been filed with the notice dated

9. **none** **n/a** **n/a**
Number of pages that accompany this notice (if any) Date of last notice (if any) Name(s) of any other person(s) who is (are) believed to have given, or to be intending to give, a substantial security holder notice in relation to the securities to which this notice relates

I declare that to the best of my knowledge and belief the information contained in this notice is correct and that I am duly authorised to give this notice:

Nicholas Stuart Bagnall **16 November 2006**
Signature (unless filed by electronic means other than facsimile) Full name Date

