

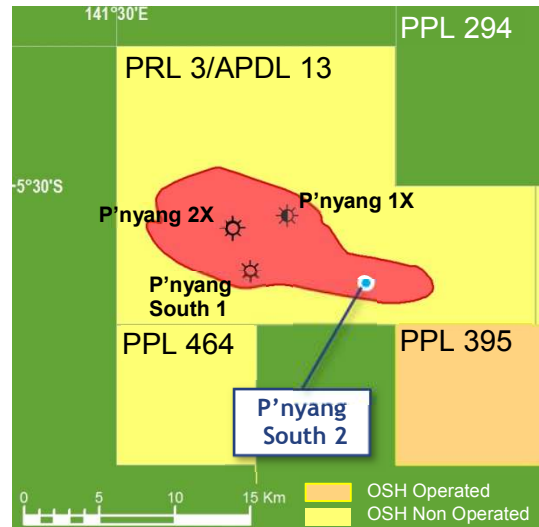
## Exploration and Appraisal Drilling Update – November 2017

(ASX: OSH | ADR: OISHY | POMS0X: OSH)

7 December 2017

<b>Well Name</b>	P'nyang South 2 / P'nyang South 2 ST1
<b>Well Type</b>	Appraisal
<b>Location</b>	PRL 3/APDL 13, North-West Highlands, PNG,
<b>Spud Date</b>	22 October 2017
<b>Rig</b>	Rig 103
<b>Objective/ Targets</b>	Toro, Digimu and Emuk Sandstones

The objective of P'nyang South 2 is to migrate 2C (proven and probable) gas resource volumes to the 1C (proven) category as well as appraise 2C resource upside potential identified in the south-eastern part of the field.



**Status** During the month, P'nyang South 2 drilled a 17-<sup>1</sup>/<sub>2</sub>" hole to a depth of 926 metres. Hole difficulties were encountered while running the 13-<sup>3</sup>/<sub>8</sub>" casing and a sidetrack, P'nyang South 2 ST1, was kicked off at a depth of 565 metres.

At the end of November, P'nyang South 2 ST1 was at a depth of 603 metres in a 17-<sup>1</sup>/<sub>2</sub>" hole and drilling ahead.

The sidetrack is planned to be drilled to a total depth of approximately 2,500 metres.

**Operator** Oil Search (on behalf of ExxonMobil)

<b>Participants<sup>1</sup></b>		
Affiliates of Oil Search		38.5%
Affiliates of ExxonMobil		49.0%
Merlin Petroleum Company (an affiliate of JX Nippon)		<u>12.5%</u>
Total		100.0%

<sup>1</sup> Gross interests pre-Government and landowner back-in, rounded to one decimal place.

**PETER BOTTEN, CBE**

**Managing Director**

**For further information please contact:**

**Ann Diamant**

**General Manager, Investor Relations and Communications**

Tel: +612 8207 8440

Mob: +61 407 483 128

**Stephanie Chu**

**Senior Investor Relations Advisor**

Tel: +612 8207 8542

Mob: +61 481 038 179