



OIL SEARCH LIMITED

(Incorporated in Papua New Guinea)

ARBN – 055 079 868

DRILLING REPORT – 29 September 2011

WELL NAME: Hedinia 10 ST3, PNG

Oil Search reports that as at 0600 PNG time on 29 September, preparations were underway to kick off a sidetrack, ST3, from the Hedinia 10 ST2 well. During the week, cement plugs were set in Hedinia 10 ST2 up to the 9-5/8" casing shoe.

The Hedinia 10 ST3 well is designed to establish the up-dip potential of the Hedinia forelimb.

The participants in Hedinia 10 ST3 are:

Oil Search (PNG) Limited	60.05%
Ampolex (PNG Petroleum), Inc.	11.61%
Merlin Pacific Oil Company Limited	2.91%
Merlin Petroleum Company	18.69%
Petroleum Resources Kutubu Limited	6.75%
Total	100%

PETER BOTTEN, CBE
Managing Director

For further information please contact:

Ann Diamant
Investor Relations Manager

Tel: +61 (0)2 8207 8440
Mob: + 61 (0)407 483 128

AUSTRALIAN REGISTERED OFFICE

Level 27 Angel Place, 123 Pitt Street, Sydney NSW 2000 Australia.

GPO Box 2442, Sydney NSW 2001 Australia.

Telephone: (61) 2 8207 8400 Facsimile: (61) 2 8207 8500