

---

# ASX Announcement

## Muruk 1 Drilling Update

---

28 December 2016

---

Oil Search Limited, operator of PPL 402, advises that the Muruk 1 exploration well has reached a total depth of 3,130 metres. In line with the pre-drill prognosis, reservoir quality sandstone has been encountered in the primary objective (the Toro Formation). Log data acquisition over the reservoir interval has been largely completed, with preliminary interpretation of this data indicating that the reservoir contains gas with condensate, with no hydrocarbon-water contact observed.

Subject to Joint Venture approval, the rig will commence drilling a geological sidetrack down dip to the north east, to delineate the hydrocarbon-water contact within the Toro Formation.

The Muruk discovery is close to PNG LNG infrastructure and is located between the Hides and Juha gas fields.

**PETER BOTTEN, CBE**

**Managing Director**

**For further information please contact:**

Ian Munro, Executive General Manager, Gas Business Development

Tel: +612 8238 8505

Mob: +61 417 980 144

### Participants<sup>1</sup>

---

Oil Search (PNG) Ltd	37.5%
Barracuda Ltd (Santos Limited)	20.0%
Esso PNG Wren Ltd	42.5%
<b>Total</b>	<b>100%</b>

<sup>1</sup> Gross interests pre-Government and landowner back-in, rounded to one decimal place (Santos's interest subject to regulatory approval).

---