



OIL SEARCH LIMITED

(Incorporated in Papua New Guinea)
ARBN – 055 079 868

DRILLING REPORT – 28 October 2010

WELL NAME: AI Meashar-2, Block 7, Yemen

Oil Search reports that as at 06:00 Yemen time on 27 October (-8 hrs AEST), the AI Meashar-2 well in Block 7, Yemen was at a depth of 1,716 metres and preparing to run 13-3/8" casing. Progress for the week was 605 metres.

AI Meashar-2 is an appraisal well of the AI Meashar-1 oil discovery made in early 2010. The well is being drilled from the existing AI Meashar-1 well pad using Managed Pressure Drilling to minimise damage from drilling fluids in the reservoir. The planned total measured depth of the well is approximately 3,740 metres.

The participants in Block 7 are:

Oil Search (ROY) Ltd	34%, Operator.
Kuwait Foreign Petroleum Exploration Co. (Aden) Ltd	21.25%
ARC Energy Holdings Ltd*	21.25%
Mitsui Exploration & Production Middle East B.V	8.5%
Yemen General Corporation for Oil and Gas	15%
Total	100%

* A wholly owned subsidiary of AWE Limited

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