

September 2018

HIGHLIGHTS

- Secured local government and communities support for Tanjung Enim Plan of Development
- Exploratory well spud at Bontang Bengalon Production Sharing Contract

DEPUTY EXECUTIVE CHAIRMAN'S COMMENTS

On behalf of NuEnergy Gas Limited (NuEnergy or the Company), we are pleased to report positive progress and on track to receiving our Plan of Development ("POD") approval for the Tanjung Enim Production Sharing Contract ("PSC"). We look forward to executing our development strategy in conjunction with our plans to materially grow our CBM assets.

OPERATIONS REPORT

During the quarter, NuEnergy's operations were mainly focused on progressing the POD proposal for the Tanjung Enim PSC and conducting drilling activities in Bontang Bengalon PSC.

Tanjung Enim PSC

South Sumatra, Indonesia

NuEnergy Interest: 45%

Operator: Dart Energy (Tanjung Enim) Pte Ltd (a subsidiary of NuEnergy)

Following the submission of the first POD for the Tanjung Enim PSC by the Head of the Indonesian Special Task Force for Upstream Oil and Gas Business Activities (commonly referred to as SKK Migas) to the Minister of Energy and Mineral Resources, the Directorate General of Oil and Gas (commonly referred to as MIGAS), SKK Migas and NuEnergy consulted with local government and communities during the quarter as part of the POD approval process. The Company remains committed to act openly and inclusively with local government bodies and communities in which the Company operate. Engagement programmes were established to communicate the latest progress and facts of the POD and to address any local government and communities' concerns and to secure their support to progress with the POD. Through these engagement programs, the POD for the Tanjung Enim PSC has received the required support from the local government and communities to proceed which is the key for the POD approval. NuEnergy is hopeful that the Tanjung Enim POD will be approved by the Indonesia Ministry of Energy and Mineral Resources within the second half of 2018.

Bontang Bengalon PSC
East Kalimantan, Indonesia
NuEnergy Interest: 100%
Operator: Dart Energy (Bontang Bengalon) Pte Ltd (a subsidiary of NuEnergy)

NuEnergy commenced drilling at the end of September 2018 for the first exploratory well BB-002 at the Bontang Bengalon PSC in East Kalimantan, Indonesia. The drilling program will cover the drilling of two exploratory wells as part of the program to fulfil the PSC firm commitments which have to be completed before the end of the PSC Exploration Period on 8 October 2018. SKK Migas has recommended to the Indonesia Ministry of Energy and Mineral Resources for a contract amendment to allow the extension of the Exploration Period and to continue with further exploration program for development.

Bontang Bengalon PSC covers a total area of 328.6km² (after full relinquishment under the terms of the PSC terms) in East Kalimantan, Indonesia and lies between prolific oil and gas concessions, oil and gas infrastructures including Bontang LNG plant and close proximity to the growing industry cities of Bontang and Sangatta. NuEnergy has a 100% working interest in Bontang Bengalon PSC and is the operator of the PSC.

Rig Site at BB-002



ABOUT NUENERGY GAS LIMITED

NuEnergy is an independent clean energy company focused on the development of Indonesian unconventional gas assets.

We were established with the goal of providing investors with superior value by safely, reliably and sustainably supplying clean energy to meet the growing energy demands of Indonesia, one of the world's fastest growing economies and energy consuming markets.

We hold six onshore Production Sharing Contracts (PSCs), across South Sumatra, Central Sumatra and East Kalimantan. We are now fully focused on quickly moving our high value unconventional gas assets from exploration to development stage, monetizing their reserves, delivering shareholder return and in turn working capital to fund future developments and strategic acquisitions.

NuEnergy has a clear strategy to drive future growth and maximise shareholder return. We are fully committed to complete our Plan of Development (POD) on our Tanjung Enim PSC, move to commercialization and first gas production.

We are proud to be a pioneer of Indonesia's clean energy industry, helping deliver reliable and robust energy supply to the people and businesses of Indonesia. Our focused strategy ensures we will soon become a significant Indonesian gas producer, maximizing shareholder value and return at every opportunity.

Shareholder Enquiries

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