

23 January 2019

NUENERGY INCREASING ITS PARTICIPATING INTEREST IN MURALIM PRODUCTION SHARING CONTRACT

NuEnergy Gas Limited (ASX:NGY) ("NuEnergy" or "the Company") wishes to advise that it is increasing the participating interest ("PI") in the Muralim Production Contract ("PSC") by entering into a Withdrawal and Assignment Agreement with PT Medco CBM Pendopo ("Medco").

NuEnergy is the operator of the Muralim PSC and holds a 50% PI in the Muralim PSC, with Medco holding the other 50% PI. Agreement has been reached to transfer the 50% PI to NuEnergy subject to government approval. Under the agreement, Medco will immediately assign all its rights, obligations and liabilities under the PSC and Joint Operating Agreement ("JOA") relating to its withdrawing PI that will be transferred to NuEnergy.

The withdrawal and assignment is at no cost to Medco and NuEnergy apart from Medco's obligation under the PSC and JOA to settle all its outstanding due and unpaid cash calls to meet its expenditure obligation.

ABOUT NUENERGY

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

NuEnergy Gas Limited
Tel: (61) 2 8076 7600
www.nuenergygas.com

Corporate Office

C/- KPMG, Level 38, Tower 3
International Towers Sydney,
300 Barangaroo Avenue
Sydney NSW 2000
AUSTRALIA