



Mosman Oil & Gas

Jun 13th 2014

UPDATE - Mosman Oil & Gas shares soar on New Zealand oil discovery

Mosman Oil & Gas (LON:MSMN) is up more than 200% following the declaration of its first oil discovery in New Zealand earlier today.

The explorer confirmed it has hit two 8.5m zones in the Eight Mile formation which is the upper zone being probed by the Cross Roads 1 well.

Whilst drilling operations continue, to test a deeper target, in the Cobden limestone (where oil 'shows' have already been noted), the data available from Eight Mile is considered sufficient to announce a bona fide oil discovery.

Perhaps aptly named, the Cross Roads well appears to provide a "proof of concept" for a catalogue of 22 prospects.

Changing hands at 34.5p per share Mosman, one of AIM's newest additions, has chalked up an enviable start to its time on the exchange.

Behind the company is resource sector entrepreneur John Barr (one of the original directors behind Aquarius Platinum, TNG and Thor Mining), who's teamed up with Andy Carroll, an engineer with over three decades' experience in oil and gas including BP and InterOil.

Through March's IPO Mosman raised £1.5mln issuing shares at 8p each, giving it a valuation of just under £5mln at the time.

The money was earmarked for the Petroleum Creek programme, where Mosman had identified potential for near term production.

Indeed, the rapid progress Mosman has made since spudding the Cross Roads well (a week ago today) is perhaps in keeping with those early premonitions.

Petroleum Creek is located forty kilometres from the town of Greymouth, on New Zealand's South Island, the property covers 144 square-kilometres.

A report compiled by the internationally respected consultants SRK points to mean unrisked recoverable prospective resource of 26mln barrels of oil. The P90 estimate is 4.8mln barrels, while the P10 is 59.2mln barrels.

Chairman John Barr said: "We are delighted to get an oil discovery in the first half of the first well, so soon after drilling commenced at Cross-Roads 1.

"We are now encouraged by the oil shows in the Cobden limestone and look forward to seeing the results from drilling the rest of this well.

"The results to date appear to be a proof of concept for the 22 prospects and leads identified by geophysics at Petroleum Creek in addition to the Crestal area."

The AIM-listed company has now started detailed planning for the testing and appraisal programme once drilling has been completed.

Investors may be able to glean further insight when Mosman releases its weekly drilling update will be released on

Price: 37.13p

Market Cap: £22.79M

1 Year Share Price Graph



Share Information

Code: MSMN

Listing: AIM

Sector: Energy

Website: mosmanoilandgas.com

Company Synopsis:

Mosman (AIM:MSMN) is a New Zealand and Australia focussed oil exploration and development company which was formed in 2011 to examine resource opportunities in overlooked and emerging resource areas. The strategic objective of Mosman is to discover economic reserves and realise value through the development, joint venture or sale of the assets. .

action@proactiveinvestors.com



Monday.

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us ■ +44 (0)207 989 0813 ■ action@proactiveinvestors.com

No investment advice

Proactive Investors is a publisher and is not registered with or authorised by the Financial Conduct Authority (FCA). You understand and agree that no content published constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value or suitability of any particular security, portfolio of securities, transaction, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including company related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.