

05 February 2013

Manager of Company Announcements  
 ASX Limited  
 Level 6, 20 Bridge Street  
 SYDNEY NSW 2000

**By E-Lodgement**

**ASX ANNOUNCEMENT – APPENDIX 3B OPTIONS ISSUE**

Please find attached an Appendix 3B in respect to the issue of 15,700,000 Performance Rights under the Company’s Employee Performance Rights Plan.

Yours faithfully

**Gregor McNab**  
 Chief Executive Officer

**OTTO AT A GLANCE**

- ASX-listed oil and gas company with a strategy to grow its integrated oil and gas business across exploration, development and production
- Focused on South East Asia and Onshore East Africa
- Operator of the producing Galoc oil field in the Philippines, which provides cashflow
- Opportunity rich with substantial exploration prospects and leads in Palawan and Visayan basins

**COMPANY OFFICERS**

|                 |                   |
|-----------------|-------------------|
| Rick Crabb      | Chairman          |
| Ian Macliver    | Director          |
| Rufino Bomasang | Director          |
| John Jetter     | Director          |
| Ian Boserio     | Director          |
| Gregor McNab    | CEO               |
| Matthew Allen   | CFO/Coy Secretary |

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**Appendix 3B**  
**New issue announcement**

|  | Number    | +Class   |
|--|-----------|--|
| 9 Number and +class of all +securities not quoted on ASX (including the securities in section 2 if applicable) | 5,500,000 | Unlisted Plan Options (12 cents, 16 February 2013)       |
|  | 3,000,000 | Unlisted Plan Options (12 cents, 11 August 2013)         |
|  | 9,000,000 | Unlisted Plan Options (12 cents, 26 November 2013)       |
|  | 6,000,000 | Unlisted Director Options (12.5 cents, 30 November 2013) |
|  | 1,250,000 | Unlisted Plan Options (12 cents, 13 October 2014)        |
|  | 2,500,000 | Unlisted Plan Options (12 cents, 5 January 2015)         |

| Number     | +Class   |
|------------|--|
| 4,000,000  | Unlisted Performance Rights (Measurement date 41/3/2013, Expiry Date 31/12/2014) |
| 4,000,000  | Unlisted Performance Rights (Measurement date 30/9/2013, Expiry Date 31/12/2014) |
| 4,000,000  | Unlisted Performance Rights (Measurement date 30/9/2014, Expiry Date 31/12/2014) |
| 5,000,000  | Unlisted Performance Rights (Measurement date 1/4/2013, Expiry Date 1/4/2014)    |
| 5,000,000  | Unlisted Performance Rights (Measurement date 1/11/2013, Expiry Date 1/11/2014)  |
| 5,000,000  | Unlisted Performance Rights (Measurement date 1/4/2014, Expiry Date 1/4/2015)    |
| 15,700,000 | Unlisted Performance Rights (Measurement date 1/4/2015, Expiry date 1/4/2016)    |

|   |   |
|---|---|
| 10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests) | Ordinary Fully Paid Shares participation available from the date of issue |
|---|---|

**Part 2 - Bonus issue or pro rata issue**

|  |  |
|--|--|
| 11 Is security holder approval required? |  |
|--|--|

+ See chapter 19 for defined terms.

- |    |   |  |
|----|---|--|
| 12 | Is the issue renounceable or non-renounceable?  |  |
| 13 | Ratio in which the +securities will be offered  |  |
| 14 | +Class of +securities to which the offer relates  |  |
| 15 | +Record date to determine entitlements  |  |
| 16 | Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?  |  |
| 17 | Policy for deciding entitlements in relation to fractions   |  |
| 18 | Names of countries in which the entity has +security holders who will not be sent new issue documents<br><br><small>Note: Security holders must be told how their entitlements are to be dealt with.<br/>Cross reference: rule 7.7.</small> |  |
| 19 | Closing date for receipt of acceptances or renunciations  |  |

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+ See chapter 19 for defined terms.

**Appendix 3B**  
**New issue announcement**

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- |    |   |  |
|----|---|--|
| 20 | Names of any underwriters   |  |
| 21 | Amount of any underwriting fee or commission  |  |
| 22 | Names of any brokers to the issue   |  |
| 23 | Fee or commission payable to the broker to the issue  |  |
| 24 | Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders   |  |
| 25 | If the issue is contingent on +security holders' approval, the date of the meeting  |  |
| 26 | Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled  |  |
| 27 | If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders |  |
| 28 | Date rights trading will begin (if applicable)  |  |
| 29 | Date rights trading will end (if applicable)  |  |
| 30 | How do +security holders sell their entitlements <i>in full</i> through a broker?   |  |
| 31 | How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?  |  |

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+ See chapter 19 for defined terms.

32 How do +security holders dispose of their entitlements (except by sale through a broker)?

33 +Despatch date

### Part 3 - Quotation of securities

*You need only complete this section if you are applying for quotation of securities*

34 Type of securities  
(tick one)

(a)  Securities described in Part 1

(b)  All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

### Entities that have ticked box 34(a)

#### Additional securities forming a new class of securities

*Tick to indicate you are providing the information or documents*

35  If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders

36  If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories  
1 - 1,000  
1,001 - 5,000  
5,001 - 10,000  
10,001 - 100,000  
100,001 and over

37  A copy of any trust deed for the additional +securities

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+ See chapter 19 for defined terms.



**Appendix 3B**  
**New issue announcement**

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**Entities that have ticked box 34(b)**

38 Number of securities for which  
 +quotation is sought

|  |
|--|
|  |
|--|

39 Class of +securities for which  
 quotation is sought

|  |
|--|
|  |
|--|

40 Do the +securities rank equally in all  
 respects from the date of allotment  
 with an existing +class of quoted  
 +securities?

If the additional securities do not  
 rank equally, please state:

- the date from which they do
- the extent to which they  
 participate for the next dividend,  
 (in the case of a trust,  
 distribution) or interest payment
- the extent to which they do not  
 rank equally, other than in  
 relation to the next dividend,  
 distribution or interest payment

|  |
|--|
|  |
|--|

41 Reason for request for quotation  
 now

Example: In the case of restricted securities, end of  
 restriction period

(if issued upon conversion of  
 another security, clearly identify that  
 other security)

|  |
|--|
|  |
|--|

|    | Number   | +Class |
|----|--|--------|
| 42 | Number and +class of all +securities<br>quoted on ASX ( <i>including</i> the<br>securities in clause 38) |        |

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+ See chapter 19 for defined terms.

**Quotation agreement**

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.
  
- 2 We warrant the following to ASX.
  - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
  
  - There is no reason why those +securities should not be granted +quotation.
  
  - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.  
Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty
  
  - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
  
  - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.
  
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
  
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here:

Date: 5 February 2013

Company secretary

Print name:

Matthew Allen

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+ See chapter 19 for defined terms.

## Appendix 3B – Annexure 1

### Calculation of placement capacity under rule 7.1 and rule 7.1A for +eligible entities

Introduced 01/08/12

#### Part 1

| <b>Rule 7.1 – Issues exceeding 15% of capital</b>   |                     |
|---|---------------------|
| <b>Step 1: Calculate “A”, the base figure from which the placement capacity is calculated</b>   |                     |
| <b>Insert</b> number of fully paid ordinary securities on issue 12 months before date of issue or agreement to issue  | 1,138,290,071       |
| <b>Add</b> the following: <ul style="list-style-type: none"> <li>• Number of fully paid ordinary securities issued in that 12 month period under an exception in rule 7.2</li> <li>• Number of fully paid ordinary securities issued in that 12 month period with shareholder approval</li> <li>• Number of partly paid ordinary securities that became fully paid in that 12 month period</li> </ul> <p><i>Note:</i></p> <ul style="list-style-type: none"> <li>• <i>Include only ordinary securities here – other classes of equity securities cannot be added</i></li> <li>• <i>Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed</i></li> <li>• <i>It may be useful to set out issues of securities on different dates as separate line items</i></li> </ul> | 0<br><br>0<br><br>0 |
| <b>Subtract</b> the number of fully paid ordinary securities cancelled during that 12 month period  | 0                   |
| <b>“A”</b>  | 1,138,290,071       |

+ See chapter 19 for defined terms.

|   |   |
|---|---|
| <b>Step 2: Calculate 15% of “A”</b>   |   |
| “B”   | 0.15<br><i>[Note: this value cannot be changed]</i>                                   |
| <b>Multiply “A” by 0.15</b>   | 170,743,510   |
| <b>Step 3: Calculate “C”, the amount of placement capacity under rule 7.1 that has already been used</b>  |   |
| <p><b>Insert</b> number of equity securities issued or agreed to be issued in that 12 month period <i>not counting</i> those issued:</p> <ul style="list-style-type: none"> <li>• Under an exception in rule 7.2</li> <li>• Under rule 7.1A</li> <li>• With security holder approval under rule 7.1 or rule 7.4</li> </ul> <p><i>Note:</i></p> <ul style="list-style-type: none"> <li>• <i>This applies to equity securities, unless specifically excluded – not just ordinary securities</i></li> <li>• <i>Include here (if applicable ) the securities the subject of the Appendix 3B to which this form is annexed</i></li> <li>• <i>It may be useful to set out issues of securities on different dates as separate line items</i></li> </ul> | 0<br>0<br>0   |
| “C”   | <b>0</b>  |
| <b>Step 4: Subtract “C” from [“A” x “B”] to calculate remaining placement capacity under rule 7.1</b>   |   |
| “A” x 0.15<br><i>Note: number must be same as shown in Step 2</i>   | 170,743,510   |
| <b>Subtract “C”</b><br><i>Note: number must be same as shown in Step 3</i>  | 0   |
| <b>Total</b> [“A” x 0.15] – “C”   | 170,743,510<br><i>[Note: this is the remaining placement capacity under rule 7.1]</i> |

+ See chapter 19 for defined terms.

## Part 2

| <b>Rule 7.1A – Additional placement capacity for eligible entities</b>  |   |
|---|---|
| <b>Step 1: Calculate “A”, the base figure from which the placement capacity is calculated</b>   |   |
| <b>“A”</b><br><i>Note: number must be same as shown in Step 1 of Part 1</i>   |   |
| <b>Step 2: Calculate 10% of “A”</b>   |   |
| <b>“D”</b>  | 0.10<br><i>Note: this value cannot be changed</i> |
| <b>Multiply “A” by 0.10</b>   |   |
| <b>Step 3: Calculate “E”, the amount of placement capacity under rule 7.1A that has already been used</b>   |   |
| <b>Insert</b> number of equity securities issued or agreed to be issued in that 12 month period under rule 7.1A<br><br><i>Notes:</i> <ul style="list-style-type: none"> <li>• <i>This applies to equity securities – not just ordinary securities</i></li> <li>• <i>Include here – if applicable – the securities the subject of the Appendix 3B to which this form is annexed</i></li> <li>• <i>Do not include equity securities issued under rule 7.1 (they must be dealt with in Part 1), or for which specific security holder approval has been obtained</i></li> <li>• <i>It may be useful to set out issues of securities on different dates as separate line items</i></li> </ul> |   |
| <b>“E”</b>  |   |

+ See chapter 19 for defined terms.

|  |  |
|--|--|
| <b>Step 4: Subtract “E” from [“A” x “D”] to calculate remaining placement capacity under rule 7.1A</b> |  |
| <p>“A” x 0.10</p> <p><i>Note: number must be same as shown in Step 2</i></p>                           |  |
| <p><b>Subtract “E”</b></p> <p><i>Note: number must be same as shown in Step 3</i></p>                  |  |
| <p><b>Total</b> [“A” x 0.10] – “E”</p>   | <p><i>Note: this is the remaining placement capacity under rule 7.1A</i></p> |

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+ See chapter 19 for defined terms.