

30 August 2010

Australian Securities Exchange Limited
Company Announcements Office
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Tindalo Operations Update

Nido Petroleum Limited (Nido), as Operator of Service Contract 54A (SC 54A), is pleased to advise that the mobilisation of the material and equipment required for the Tindalo-1 well intervention and remediation programme has commenced with results expected from the workover before the end of September.

- The support vessel M/V Pacific Ariki started loading the material required for the well intervention in Singapore on 27 August and will mobilise to the Tindalo location via Labuan, Malaysia;
- Well testing will continue until the Pacific Ariki delivers its cargo to the Aquamarine Driller and well re-entry operations commence, which is expected within 2 weeks, subject to weather.
- Diagnostic logging undertaken as the first step in the well intervention will determine the selection of the remediation option and all items necessary for the three options under consideration are being mobilised to site.
- The well intervention is expected to take 10-17days to complete.

Well testing is continuing at the field location and the following can be confirmed since the previous update on 19 August 2010:

- Disposal of some 278,000 barrels of the produced water stored on the FSO was completed successfully during a production shutdown from 22-28 August; and
- Some 183,000 barrels of oil (@60°F) are now in the storage tanks of the FSO.

Nido will provide a further update on progress once well re-entry operations commence.

Yours sincerely



Joanne Williams
Deputy Managing Director

For more information please contact:

Ms. Joanne Williams,
Deputy Managing Director
Ph: +61 8 9474 0000
F: +61 8 9474 0099
www.nido.com.au

SC 54A Working Interests

Company	Working Interest
Nido Petroleum Philippines Pty Ltd (Nido, ASX: NDO) - Operator	42.4%
Yilgarn Petroleum Philippines Pty Ltd, (Kairiki, ASX: KIK)	30.1%
Trafigura Ventures III BV (Trafigura)	15.0%
TG World (BVI) Corporation (TG World)	12.5%