New Zealand Energy Corp updates status of operation of Ahuroa Gas Storage

Wellington, New Zealand--(Newsfile Corp. - February 3, 2020) - New Zealand Energy Corp. (TSXV: NZ) ("NZEC" or the "Company") announced today that it had received 12 months notice of termination of the current Ahuroa Gas Storage Facility (**AGSF**) Operations Agreement.

NZEC holds a 50% working interest (with New Dawn Energy Limited) in, and is operator of, the Waihapa Production Station and associated gathering and sales infrastructure (collectively the TWN Assets) which provide a range of services to third parties including operation of the AGSF, oil handling and pipeline throughput, gas processing and transport, LPG storage and produced water handling and disposal.

NZEC Chairman James Willis said, "A notice of termination of the Operations Agreement has been expected since Flexgas took over the AGSF from the previous owner Contact Energy Limited 18 months ago. The financial impact of this termination is hard to assess, as aspects of the current arrangements may be renegotiated. There will also be opportunities to reduce manpower costs."

NZEC also announces repair of the hole in the tubing in well Ngaere-1 identified in October 2019 and return of the Electric Submersible Pump to service.

On behalf of the Board of Directors

"James Willis"

Chairman

New Zealand Energy Corp.

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This document,contains certain forward- looking information, forward-looking statements ("forward-looking statements").

The Company notes that such forward-looking statements are subject to numerous risks and uncertainties, some of which are beyond NZEC's control, the impact of general economic conditions, industry conditions, volatility of commodity prices, currency fluctuations, imprecision of reserve estimates, environmental risks, operational risks in exploration and development, competition from other industry participants, the lack of availability of qualified personnel or management, stock market volatility and the ability to access sufficient capital from internal and external sources. Although the Company believes that the expectations in its forward-looking statements are reasonable, they are based on factors and assumptions concerning future events which may prove to be inaccurate. Those factors and assumptions are based upon currently available information. Such statements are subject to known and unknown risks, uncertainties and other factors that could influence actual results or events and cause actual results or events to differ materially from those stated, anticipated or implied in the forward looking information.

As such, readers are cautioned not to place undue reliance on the forward looking information, as no assurance can be provided as to future results, levels of activity or achievements. All forward-looking statements are made as of the date of this document or the date of the documents referenced above, except as required by applicable law, the Company does not undertake any obligation to publicly update or to revise any of the forward-looking statements, whether as a result of new information, future events or otherwise.

NEW ZEALAND ENERGY CORP.

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