

Petroleum Exploration & Development Offshore Ireland

Acreage Report at 31 December 2010

Petroleum Leases

A **Petroleum Lease** vests in the Lessee the exclusive right to produce petroleum from the leased areas.

Lease	Commencement Date	Block Nos	Area (km ²)	Participants (* = Operator)	% Interest
<u>Offshore Petroleum Lease No. 1: Kinsale/Ballycotton</u>	7 May 1970	48/20, 48/25, 49/16 & 49/21	1,003.03	*PSE Kinsale Energy Limited	100%
<u>Corrib Petroleum Lease</u>	15 November 2001	18/20 (p) & 18/25 (p)	29.28	*Shell E&P Ireland Limited Statoil Exploration (Ireland) Limited Vermilion Energy Ireland Limited	45% 36.5% 18.5%
<u>Seven Heads Petroleum Lease</u>	13 November 2002	48/23 (p), 48/24 (p), 48/29 (p) & 48/30 (p)	168.5	*PSE Seven Heads Limited Island Oil and Gas Plc Sunningdale Oils (Ireland) Limited	86.5% 12.5% 1%

(p) - part block

Petroleum Exploration Licences

A petroleum exploration licence vests in the holder the exclusive right of carrying out exploration for petroleum in a specific licensed offshore area. There are three types of licenses available, as follows:-

A **Standard Exploration Licence** is issued for a period of 6 years in respect of an area with water depths of up to 200 metres.

A **Deepwater Exploration Licence** is issued for a period of 9 years in respect of an area with water depths exceeding 200 metres.

A **Frontier Exploration Licence** is issued in respect of an area with special difficulties related to physical environment, geology or technology – where such an area is specified and announced by the Minister for Communications, Energy and Natural Resources as a 'Frontier Area'. This licence type is valid for a period of not less than 12 years and comprises a maximum of 4 phases.

Licence	Licence Period	Block No.	Area (km ²)	Participants (* = Operator)	% Interest
<u>2/94</u> Frontier	15 March 1994 - 14 March 2012	12/2 (p), & 12/8 (p)	231.88	*Shell E&P Ireland Limited Eni Ireland BV STX Ireland Ltd OMV (Ireland) Exploration GMBH	25% 40% 25% 10%
<u>3/94</u> Frontier	15 March 1994 - 30 June 2012	18/19 (p) & 18/20 (p)	232.39	*Shell E&P Ireland Limited Statoil Exploration (Ireland) Limited Vermilion Energy Ireland Limited	45% 36.5% 18.5%
<u>5/94</u> Frontier	15 March 1994 - 14 March 2012	19/2 (p), 19/3 (p), 19/7 (p), 19/8, 19/11 (p), 19/12 (p), 19/16 (p) & 19/17 (p)	657.22	*Statoil Exploration (Ireland) Limited Hess Exploration Ireland Limited Shell E&P Ireland Limited Shell E&P Ireland Offshore Inc.	39.348% 42.065% 13.587% 5%
<u>7/97</u> Frontier	4 June 1997 - 1 December 2019	11/20, 11/23 (p), 11/24, 11/25, 11/28 (p), 12/11 (p), 12/12 (p) & 12/16 (p)	1,327.66	*Eni Ireland BV	100%
<u>1/99</u> Frontier	15 March 1999 - 31 December 2020	43/19, 43/20, 43/24, 43/25, 43/28 & 43/29	1,553.62	*Eni Ireland BV ExxonMobil Exploration and Production Ireland (Offshore) Limited Providence Resources Plc Sosina Exploration Limited	60% 36% 3.2% 0.8%
<u>1/04</u> Frontier	15 April 2004 - 14 April 2020	26/27 (p), 26/28, 35/2 (p) & 35/3 (p)	622.06	*Island Assets Porcupine Limited Valhalla Oil and Gas (Porcupine) Limited Supernova Ireland Resources B.V.	51.5% 38.5% 10%
<u>2/04</u> Frontier	15 November 2004 - 14 March 2023	35/8 & 35/9	500.95	*Providence Resources Plc Chrysaor E&P Ireland Limited Sosina Exploration Limited	56% 30% 14%

(p) - part block

Petroleum Exploration Licences (cont'd)

Licence	Licence Period	Block No.	Area (km ²)	Participants (* = Operator)	% Interest
3/04 Frontier	15 November 2004 - 14 November 2021	44/18, 44/23, 44/24, 44/29, & 44/30	1,295.27	*ExxonMobil Exploration and Production Ireland (Offshore) Limited Eni Ireland BV Providence Resources Plc Sosina Exploration Limited	40% 40% 16% 4%
3/05 Frontier	1 July 2005 - 30 June 2022	18/10, 19/1 & 19/6	715.58	*Island Rockall JV Limited OMV (Ireland) Killala Exploration GmbH	50% 50%
4/05 Standard	1 November 2005 - 31 October 2011	49/17 (p), 49/22 (p) & 49/23 (p)	258.49	*Island Expro Limited Valhalla Oil and Gas Limited Encore Exploration Limited	65% 20% 15%
5/05 Standard	1 November 2005 - 31 October 2011	48/26 (p), 48/27 (p), 57/1 (p), 57/2	664.2	*Island Expro Limited Valhalla Oil and Gas Limited Encore Exploration Limited	62.5% 25% 12.5%
1/06 Frontier	1 December 2006 - 30 November 2021	27/4, 27/5 (p) & 27/9	610.55	*Serica Energy (UK) Limited RWE DEA AG	50% 50%
4/06 Frontier	1 December 2006 - 30 November 2022	27/17 (p), 27/18, 27/22 (p) & 27/23	741.48	*Island Oil and Gas plc Lundin Exploration BV	50% 50%
1/07 Standard	1 February 2007 - 31 January 2013	41/25 (p), 42/21 (p), 41/30 (p), 42/26 (p), 50/5 (p) & 51/1 (p)	302.22	*Providence Resources P.l.c	100%

(p) - part block, FEL 2/05 relinquished with effect from 30/10/2010.

Petroleum Exploration Licences (cont'd)

Licence	Licence Period	Block No.	Area (km ²)	Participants (* = Operator)	% Interest
2/07 Standard	1 February 2007 - 31 January 2013	49/9 (p), 49/13 (p), 49/14 (p), 49/18 (p), 49/19 (p), 50/6 (p), 50/7 (p) & 50/11 (p)	107.23	*Providence Resources P.l.c Challenger Minerals (Celtic Sea) Limited Dyas BV Atlantic Petroleum (Ireland) Limited Forest Gate Resources Inc Sosina Exploration Limited	43.5294% 16.325% 16.325% 10.8824% 7.5% 5.4412%
4/07 Standard	1 August 2007 - 31 July 2015	49/11 (p), 49/12 (p), 49/13 (p), 49/17 (p) & 49/18 (p)	542.37	*Lansdowne Celtic Sea Limited	100%
5/07 Standard	1 August 2007 - 31 July 2015	48/17 (p), 48/18 (p), 48/19 (p), 48/22 (p) & 48/24 (p)	365.81	*Lansdowne Celtic Sea Limited Island Expro Limited Sunningdale Oils (Ireland) Limited	77% 22% 1%
1/08 Frontier	12 March 2008 - 11 March 2021	52/5, 52/10, 52/15, 53/1, 53/6 & 53/11	1570.3	*ExxonMobil Exploration and Production Ireland (Offshore) Limited Providence Resources Plc Sosina Exploration Limited	80% 16% 4%
2/08 Frontier	12 March 2008 - 11 March 2021	52/13 (p), 52/14, 52/18, 52/19, 52/20, 52/23 & 52/24 (p)	1581.3	*ExxonMobil Exploration and Production Ireland (Offshore) Limited Providence Resources Plc Sosina Exploration Limited	80% 16% 4%
3/08 Frontier	12 March 2008 - 11 March 2021	61/9, 61/10 & 62/6	801.62	*Island Oil and Gas Plc Supernova Ireland Resources BV	50% 50%
4/08 Frontier	12 March 2008 - 11 March 2020	35/2 (p), 35/3 (p), 35/4, & 35/7(p)	741.06	*Providence Resources Plc Chrysaor E&P Ireland Limited Sosina Exploration Limited	56% 30% 14%

(p) – part block,

Petroleum Exploration Licences (cont'd)

Licence	Licence Period	Block No.	Area (km ²)	Participants (* = Operator)	% Interest
5/08 Standard	1 April 2008 - 31 July 2015	47/25 (p), 48/21 (p), & 48/22 (p)	448.68	*Milesian Oil & Gas Limited	100%
1/09 Frontier	21 July 2009 - 20 July 2025	5/17, 5/18, 5/22, 5/23, 5/27 & 5/28	993.5	*Serica Energy (UK) Limited	100%

(p) - part block.

Licensing Options

A **Licensing Option** gives the Holder the first right to an Exploration Licence over all or part of the area covered by the Option.

Option No	Option Period	Block Nos.	Area (km ²)	Participants (* = Operator)	% Interest
08/1	14 July 2008 - 13 July 2011	48/22 (p), 48/23 (p), 48/24 (p), 48/27 (p), 48/28 (p), 48/29 (p) & 48/30 (p)	291.69	*Lansdowne Celtic Sea Limited Providence Resources Plc Island Expro Limited	40% 30% 30%
08/2	18 August 2008 - 17 August 2011	32/25 (p), 33/16 (p), 33/17 (p), 33/18 (p), 33/21, 33/22 (p), 33/23 (p), & 33/26 (p).	958.47	*Providence Resources plc Star Energy Oil and Gas Ltd	50% 50%
09/1	2 March 2009 - 1 March 2012	48/14 (p), 48/15 (p), 49/11 (p) & 49/12 (p)	314.77	*Lansdowne Celtic Sea Limited	100%
10/1	1 February 2010 – 31 January 2012	48/19 (p)	90.10	* Providence Resources plc Nautical Petroleum Plc.	60% 40%
10/2	1 December 2010 – 30 November 2012	33/18, 33/22, 33/23, 33/27 & 33/28	626.46	Albativ Resources Ltd	100%

(p) - part block, LO 08/1 term extended to 13 July 2011

Petroleum Prospecting Licences

A Petroleum Prospecting Licence is non-exclusive and confers on the Licensee the right to search for petroleum in any area where an Exploration Licence, Reserved Area Licence or Petroleum Lease is not in force.

Licence No.	No. of Years	Licence From	Licensee
<u>2/08</u>	3	1 July 2008	ExxonMobil Exploration and Production Ireland (Offshore) Limited
<u>3/08</u>	3	10 July 2008	Wavefield Inseis ASA
<u>1/09</u>	3	25 May 2009	Lansdowne Celtic Sea Limited
<u>2/09</u>	3	26 July 2009	TGS-Nopec Geophysical Company ASA
<u>1/10</u>	3	23 April 2010	Providence Resources P.l.c

PPL 1/07 expired on 23 April 2010 and PPL 2/07 expired on 17 May 2010

Company Addresses

Atlantic Petroleum (Ireland) Limited, Suite 7, International House, Tara Street, Dublin 2

Albativ Resources Ltd, 6 Northbrook Road, Dublin 6, Ireland

Challenger Minerals (Celtic Sea) Limited, 15375 Memorial Drive, Houston, Texas 77079-4101, USA

Chrysaor E&P Ireland Limited, 1st Floor, Fitzwilton House, Wilton Place, Dublin 2

DYAS B.V., Rijnkade 1, 3511 LC Utrecht, The Netherlands

Encore Exploration Limited, 70 Sir John Rogerson's Quay, Dublin 2

Eni Ireland BV, World Trade Center, 17th floor, B-Tower, Strawinskylaan 1727, 1077 XX Amsterdam, The Netherlands

ExxonMobil Exploration and Production Ireland (Offshore) Limited, 50 Shirley Street, Nassau, New Providence, The Bahamas

Forest Gate Resources Inc, 1 Place Ville Marie, Suite 2125, Montreal, Quebec, H3B 2C6, Canada

GX Technology Corporation, 2101 CityWest Blvd., Building III, Suite 900, Houston, TX 77042 ; USA

Hess Exploration Ireland Limited, Caledonian House, Dr. Roy's Drive, P.O. Box 1043GT, George Town, Grand Cayman, Cayman Islands

Island Assets Porcupine Limited, 27 Lower Mount Street, Dublin 2

Island Expro Limited, 27 Lower Mount Street, Dublin 2

Island Oil and Gas Plc, 27 Lower Mount Street, Dublin 2

Island Rockall JV Limited, 27 Lower Mount Street, Dublin 2

Lansdowne Celtic Sea Limited, 26 Upper Pembroke Street, Dublin 2

Lundin Exploration BV, Amaliastraat 3-5, 2514 JC, The Hague, The Netherlands

Marathon International Petroleum Hibernia Limited, Mahon Industrial Estate, Blackrock, Co. Cork

Milesian Oil & Gas Limited, 26 Upper Pembroke Street, Dublin 2

OHM Ltd., The Technology Centre, Claymore Drive, Aberdeen AB23 8GD, United Kingdom

OMV (Ireland) Exploration GMBH, Gerasdorferstrasse 151, A - 1210 Vienna, Austria

OMV (Ireland) Killala Exploration GMBH, Gerasdorferstrasse 151, A - 1210 Vienna, Austria

Company Addresses (continued)

Providence Resources Plc, Airfield House, Airfield Park, Donnybrook, Dublin 4

PSE Kinsale Energy Limited, Mahon Industrial Estate, Blackrock, Co. Cork

PSE Seven Heads Limited, Mahon Industrial Estate, Blackrock, Co. Cork

RWE DEA AG, Uberseering 40, 22297 Hamburg, Germany

Serica Energy (UK) Limited, 52 Bedford Row, London WC1R 4LR, United Kingdom

Shell E&P Ireland Limited, Corrib House, 52 Lower Leeson Street, Dublin 2

Shell E&P Ireland Offshore Inc., Corrib House, 52 Lower Leeson Street, Dublin 2

Sosina Exploration Limited, Chandos Place, Covent Garden, London WC2N 4HS, United Kingdom

Star Energy Oil and Gas Ltd, Burdett House, 15/16 Buckingham Street London WC2N 6DU

Statoil Exploration (Ireland) Limited, Statoil House, 6 George's Dock, IFSC, Dublin 1

STX Ireland Limited, 1 Stokes Place, St Stephens Green, Dublin 2

Sunningdale Oils (Ireland) Limited, Sandy Lodge, Sandy Lane, Kingswood, Surrey, KT20 6ND, England

Supernova Ireland Resources B.V., Marsstrat 33, 2132 HR Hoofddorp, The Netherlands

TGS-NOPEC Geophysical Company ASA, Hagaløkkveien 13, N-1383 Asker, Norway

Valhalla Oil and Gas Limited, 2nd Floor, Church Gate, 9-11 Church Street West, Woking, Surrey, GU21 6DJ, United Kingdom

Vermilion Energy Ireland Limited, 70 Sir John Rogersons Quay, Dublin 2.

Wavefield Inseis ASA, Strandveien 15, P.O. Box 123, N-1325 Lysaker, Norway