

COPY

LICENCE NO. P.297

Petroleum (Production) Act 1934

Continental Shelf Act 1964

THE SECRETARY OF STATE FOR ENERGY

and

THE BRITISH NATIONAL OIL CORPORATION

OCCIDENTAL OF BRITAIN, INCORPORATED

GETTY OIL (BRITAIN) LIMITED

ALLIED CHEMICAL (GREAT BRITAIN) LIMITED

THOMSON SCOTTISH PETROLEUM LIMITED

LICENCE

to

Search and bore for and get petroleum  
in Block(s) No. 13/28

THIS LICENCE made the 24<sup>th</sup> day of August 1979 between THE SECRETARY OF STATE FOR ENERGY (hereinafter referred to as "the Minister") for and on behalf of Her Majesty of the one part and THE BRITISH NATIONAL OIL CORPORATION whose principal office is situate at 150 St. Vincent Street, Glasgow G2 5LT, OCCIDENTAL OF BRITAIN, INCORPORATED whose principal office is situate at 16 Palace Street, London SW1E 5BQ, GETTY OIL (BRITAIN) LIMITED whose registered office is situate at Sutton Place, Guildford, Surrey GU4 7QT, ALLIED CHEMICAL (GREAT BRITAIN) LIMITED whose registered office is situate at Metropolis House, 39-45 Tottenham Court Road, London W1P 0JL and THOMSON SCOTTISH PETROLEUM LIMITED whose registered office is situate at 25 Charlotte Square, Edinburgh EH2 4EZ (hereinafter referred to as "the Licensee") of the other part

WITNESSETH as follows:-

Incorporation  
of clauses.

A. Clause 1 and clauses 4 to 41 of the model clauses for production licences in seaward areas set out in Schedule 5 to the Petroleum (Production) Regulations 1976 (S.I. 1976 No. 1129) as amended by the Petroleum (Production) (Amendment) Regulations 1978 (S.I. 1978 No. 929) shall be incorporated herein and (subject to clause E hereof) shall have effect as if herein set out at length.

Term of  
Licence.

B. Clause 3 of the said model clauses shall be incorporated herein and shall have effect as if herein set out at length, the date 26 July 1979 being inserted therein as the date next after which the term of this Licence shall commence.

Right to  
search and  
bore for and  
get petroleum.

C. In consideration of the payments and royalties hereinafter provided and the performance and observance by the Licensee of all the terms and conditions hereof, the Minister, in exercise of the powers conferred upon him by the Act of 1934 and the Act of 1964, hereby grants to the Licensee EXCLUSIVE LICENCE AND LIBERTY during the continuance of this Licence and subject to the provisions hereof to search and bore for, and get, petroleum in the sea bed and subsoil under the seaward area comprising an area of 219.0 square kilometres more particularly described in Schedule 1 to this Licence being the area comprising block(s) No. 13/28 on the reference map deposited at the principal office of the Department of Energy, Thames House South, Millbank, London SW1P 4QJ.

Provided that nothing in this Licence shall affect the right of the Minister to grant a methane drainage licence in respect of the whole or any part of the licensed area or affect the exercise of any rights so granted.

Schedules.

D. Schedules referred to in the said model clauses namely clause 8, clause 9 and clause 14 are for the purposes of this Licence Schedules 2, 3 and 4 respectively hereunder written.

E. The licensed area being situate in a designated area or part of a designated area in respect of which an Order in Council has been made pursuant to Section 3(2) of the Act of 1964 making provision for the determination of questions in accordance with the law in force in Scotland, it is hereby declared that the second alternative version of clause 36 and of paragraphs (2A) and (3A) of clause 41 of the said model clauses are incorporated herein to the exclusion of the respective alternative versions of those provisions set out in the said model clauses.

IN WITNESS whereof the Corporate Seal of the Minister and the Seal(s) of the Licensee have been hereunto affixed the day and the year first above written.

SCHEDULE

Licence No. P.297

Retained Area from 27 July 1986

| <u>Block No</u> | <u>Area</u><br><u>Sq. Km</u> | <u>Co-ordinates</u>                                                                                                      |
|-----------------|------------------------------|--------------------------------------------------------------------------------------------------------------------------|
| 13/28a          | 72.9                         | 58° 10' 00" N 01° 34' 00" W<br>58° 10' 00" N 01° 24' 00" W<br>58° 06' 00" N 01° 24' 00" W<br>58° 06' 00" N 01° 34' 00" W |

TOTAL 72.9

Agreed on behalf of Occidental Petroleum (Caledonia) Limited

By [REDACTED] .....

a duly authorised officer

Dated ..... 9 September 1986 .....

Agreed on behalf of Britoil plc

By [REDACTED] .....

a duly authorised officer

Dated ..... 28<sup>th</sup> August 1986 .....

Agreed on behalf of The Oil and Pipelines Agency

By [REDACTED] .....

a duly authorised officer

Dated ..... 28 September 1986 .....

Agreed on behalf of Thomson Scottish Petroleum Limited

By  .....

a duly authorised officer

Dated ..... 7/7/86 .....

Agreed on behalf of Union Texas Petroleum Limited

By  .....

a duly authorised officer

Dated ..... 10/7/86 .....

Agreed on behalf of Texaco Britain Limited

By  .....

a duly authorised officer

Dated ..... 6/8/86 .....

## SCHEDULE 1

### Description of Licensed Area

The sea area bounded by lines joining the following  
co-ordinates on European Datum:

- (1)  $58^{\circ} 10' 00''$  N :  $1^{\circ} 36' 00''$  W    (2)  $58^{\circ} 10' 00''$  N :  $1^{\circ} 24' 00''$  W  
(3)  $58^{\circ} 00' 00''$  N :  $1^{\circ} 24' 00''$  W    (4)  $58^{\circ} 00' 00''$  N :  $1^{\circ} 36' 00''$  W

## SCHEDULE 2

### Consideration for Licence

**Initial payment**      1. The Licensee shall pay to the Minister upon the grant of the Licence the sum of £21,900.

**Periodic minimum payments**      2. - (1) Upon the Licensee exercising the option conferred by clause 4 to continue the Licence for the second term (as defined in clause 4(2)) then upon the date of commencement of the second term the Licensee shall pay to the Minister the sum of £150 multiplied by the area factor in respect of the area to which the licence then relates.

(2) Upon the Licensee exercising the option conferred by clause 5 to continue the Licence for the third term (as defined in clause 5(4)) then upon the date specified in the notice referred to in clause 5 and on the anniversaries thereof during the term of the Licence as continuing pursuant to that clause the Licensee shall pay the Minister sums (in this Schedule referred to as "periodic payments") calculated as follows:-

- (a) upon the said date £250 multiplied by the area factor
- (b) upon the 1st anniversary of the said date £500 multiplied by the area factor
- (c) " " 2nd " " " £750 " " "
- (d) " " 3rd " " " £1000 " " "
- (e) " " 4th " " " £1250 " " "
- (f) " " 5th " " " £1500 " " "
- (g) " " 6th " " " £1750 " " "
- (h) " " 7th " " " £2000 " " "
- (i) " " 8th " " " £2250 " " "
- (j) " " 9th " " " £2500 " " "
- (k) " " 10th " " " £2750 " " "
- (l) " " 11th " " " £3000 " " "
- (m) " " 12th " " " £3250 " " "
- (n) " " 13th " " " £3500 " " "
- (o) upon the 14th and every subsequent anniversary of the said date £3750 multiplied by the area factor.

(3) In this paragraph "the area factor" means the number of square kilometres comprised in the licensed area at the date upon which the payment in question becomes due.

SCHEDULE 3

The appropriate percentage

For the purposes of this Licence the appropriate percentage (as defined in clause 9(1)) means  $12\frac{1}{2}$  per centum.

## SCHEDULE 4

### Part I

#### Initial Term Working Obligations

The Licensee shall before the expiry of the initial term of this Licence carry out not less than 330 kilometres of seismic survey work in the licensed area and drill therein one exploration well.

### Part II

#### Initial and Second Term Working Obligations

The Licensee shall before the expiry of the second term of this Licence carry out not less than 330 kilometres of seismic survey work in the licensed area and drill therein 2 exploration wells, provided that the Licensee shall not be obliged to drill more than one exploration well if not later than the date of any notice given pursuant to clause 5(1) of the model clauses incorporated in the Licence the Licensee shall have satisfied the Minister that the drilling of the second exploration well is not justifiable, having regard to the seismic, geologic and structural information available at that time.

The Corporate Seal of the Secretary  
of State for Energy hereunto affixed  
is authenticated by

[REDACTED]  
Assistant Secretary  
Authorised by the Secretary of State

The Corporate seal of THE BRITISH  
NATIONAL OIL CORPORATION  
was hereunto affixed in the  
presence of

[REDACTED] Director

~~Secretary~~

The Common seal of OCCIDENTAL OF  
BRITAIN, INCORPORATED  
was hereunto affixed in the  
presence of

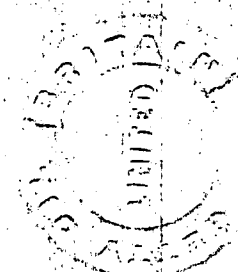
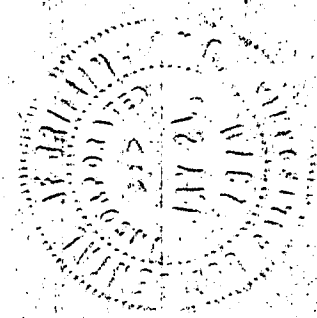
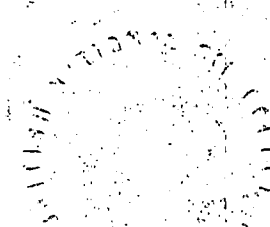
[REDACTED] Director

[REDACTED] Secretary

The Common seal of GETTY OIL  
(BRITAIN) LIMITED  
was hereunto affixed in the  
presence of

[REDACTED] Director

[REDACTED] Secretary



The Common seal of ALLIED CHEMICAL  
(GREAT BRITAIN) LIMITED  
was hereunto affixed in the  
presence of

Director

*Asst.* Secretary

The Common seal of THOMSON SCOTTISH  
PETROLEUM LIMITED  
was hereunto affixed in the  
presence of

Director

*Director*  
Secretary