

5/1

COPY

LICENCE NO. P.302

Petroleum (Production) Act 1934

Continental Shelf Act 1964

THE SECRETARY OF STATE FOR ENERGY

and

BRITISH GAS CORPORATION

AMERADA EXPLORATION LIMITED

TEXAS EASTERN (UK) LIMITED

LICENCE

to

Search and bore for and get petroleum
in Block(s) No. 42/27, 47/3c, 47/4b,
47/9b

THIS LICENCE made *the 5th* day of *October* 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 GAS CORPORATION whose registered office is situate at 59 Bryanston Street, Marble Arch, London W1A 2AZ, AMERADA EXPLORATION LIMITED whose registered office is situate at 10 Gloucester Place, London W1H 3AX and TEXAS EASTERN (UK) LIMITED whose registered office is situate at 11-14 Grafton Street, London W1X 3LA (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 subject to the following modification:-

The following paragraph shall be inserted between paragraphs (1) and (2) of clause 14 and shall be numbered (1) (A):-

"(1) (A) Before the expiry of the initial term of this licence the Licensee and the Minister shall review the results of the seismic survey work carried out in blocks 47/3c and 47/4b with a view to determining the desirability of drilling an exploration well, or a further exploration well (as the case may be) therein; and if the Licensee and the Minister agree that it is desirable that such a well be drilled, one exploration well (to be drilled in either of the said blocks) shall be added to the number of exploration wells to be drilled pursuant to paragraph (2) of this clause".

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 621.0 square kilometres more particularly described in Schedule 1 to this Licence being the area comprising block(s) No. 42/27,47/3c,47/4b,47/9b 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. The 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 licence 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 England and Wales, it is hereby declared that the first alternative version of clause 36 and of paragraphs (2) and (3) 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.302

Retained Area from 27 July 1986

<u>Block No</u>	<u>Area</u> <u>Sq. Km</u>	<u>Co-ordinates</u>	
42/27a	42.6	54° 04' 00" N	00° 12' 00" E
		-54° 04' 00" N	00° 15' 00" E
		54° 03' 00" N	00° 15' 00" E
		-54° 03' 00" N	00° 18' 00" E
		54° 00' 00" N	00° 18' 00" E
		54° 00' 00" N	00° 12' 00" E
47/9b	61.2	53° 48' 00" N	00° 36' 00" E
		-53° 48' 00" N	00° 38' 00" E
		53° 47' 00" N	00° 38' 00" E
		-53° 47' 00" N	00° 42' 00" E
		53° 46' 00" N	00° 42' 00" E
		-53° 46' 00" N	00° 46' 00" E
		53° 45' 00" N	00° 46' 00" E
		-53° 45' 00" N	00° 48' 00" E
		53° 44' 00" N	00° 48' 00" E
		53° 44' 00" N	00° 36' 00" E
47/3c	18.3	54° 00' 00" N	00° 33' 00" E
		-54° 00' 00" N	00° 36' 00" E
		53° 57' 00" N	00° 36' 00" E
		53° 57' 00" N	00° 33' 00" E
47/4b	85.2	54° 00' 00" N	00° 36' 00" E
		-54° 00' 00" N	00° 48' 00" E
		53° 54' 00" N	00° 48' 00" E
		-53° 54' 00" N	00° 46' 00" E
		53° 57' 00" N	00° 46' 00" E
		53° 57' 00" N	00° 36' 00" E

TOTAL 207.3

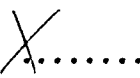
Agreed on behalf of British Gas Corporation

By

a duly authorised officer

Dated 17 July 1986

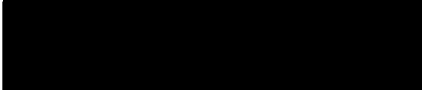
Agreed on behalf of Amerada Hess Limited

By 

a duly authorised officer

Dated *24/7/86*

Agreed on behalf of Texas Eastern (UK) Limited

By 

a duly authorised officer

Dated *12 Aug. 86*

SCHEDULE 1

Description of Licensed Area

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

- a 42/27 (1) $54^{\circ} 10' 00''$ N : $0^{\circ} 12' 00''$ E (2) $54^{\circ} 10' 00''$ N : $0^{\circ} 24' 00''$ E
(3) $54^{\circ} 00' 00''$ N : $0^{\circ} 24' 00''$ E (4) $54^{\circ} 00' 00''$ N : $0^{\circ} 12' 00''$ E
- b (1) $54^{\circ} 00' 00''$ N : $0^{\circ} 24' 00''$ E (2) $54^{\circ} 00' 00''$ N : $0^{\circ} 48' 00''$ E
47/3c (3) $53^{\circ} 54' 00''$ N : $0^{\circ} 48' 00''$ E (4) $53^{\circ} 54' 00''$ N : $0^{\circ} 46' 00''$ E
47/4b (5) $53^{\circ} 57' 00''$ N : $0^{\circ} 46' 00''$ E (6) $53^{\circ} 57' 00''$ N : $0^{\circ} 30' 00''$ E
(7) $53^{\circ} 54' 00''$ N : $0^{\circ} 30' 00''$ E (8) $53^{\circ} 54' 00''$ N : $0^{\circ} 32' 00''$ E
(9) $53^{\circ} 52' 00''$ N : $0^{\circ} 32' 00''$ E (10) $53^{\circ} 52' 00''$ N : $0^{\circ} 36' 00''$ E
(11) $53^{\circ} 50' 00''$ N : $0^{\circ} 36' 00''$ E (12) $53^{\circ} 50' 00''$ N : $0^{\circ} 29' 00''$ E
(13) $53^{\circ} 52' 00''$ N : $0^{\circ} 29' 00''$ E (14) $53^{\circ} 52' 00''$ N : $0^{\circ} 27' 00''$ E
(15) $53^{\circ} 56' 00''$ N : $0^{\circ} 27' 00''$ E (16) $53^{\circ} 56' 00''$ N : $0^{\circ} 24' 00''$ E
- c (1) $53^{\circ} 50' 00''$ N : $0^{\circ} 36' 00''$ E (2) $53^{\circ} 50' 00''$ N : $0^{\circ} 48' 00''$ E
47/9b (3) $53^{\circ} 44' 00''$ N : $0^{\circ} 48' 00''$ E (4) $53^{\circ} 44' 00''$ N : $0^{\circ} 36' 00''$ E

SCHEDULE 2

Consideration for Licence

Initial payment 1. The Licensee shall pay to the Minister upon the grant of the Licence the sum of £ 62,100.

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 1,000 kilometres of seismic survey work in the licensed area and drill therein two exploration wells.

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 1,000 kilometres of seismic survey work in the licensed area and drill therein three exploration wells, provided that the Licensee shall not be obliged to drill more than two exploration wells if not later than the date of any notice given pursuant of clause 5(1) of the model clauses incorporated in the Licence the Licensee shall have satisfied the Minister that the drilling of the third exploration well is not justifiable, having regard to the seismic, geologic and structural information available at the time.

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

Assistant Secretary
Authorised by the Secretary of State

1594 The Common seal of BRITISH GAS
CORPORATION
was hereunto affixed in the
presence of

ASSISTANT SECRETARY

Director

Secretary

The Common seal of AMERADA
EXPLORATION LIMITED
was hereunto affixed in the
presence of

Director

Secretary

The Common seal of TEXAS
EASTERN (UK) LIMITED
was hereunto affixed in the
presence of

Director

Secretary

