

LICENCE NO. P.463

Petroleum (Production) Act 1934

Continental Shelf Act 1964

THE SECRETARY OF STATE FOR ENERGY
and

BRITISH GAS CORPORATION
MOBIL NORTH SEA LIMITED
INDUSTRIAL SCOTLAND ENERGY PLC
COALITE GROUP PLC

LICENCE
to
Search and Bore for and get petroleum
in block(s) No 48/17b

THIS LICENCE made the 25th day of August 1983 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 BRITISH GAS CORPORATION whose principal place of business is
situate at 152 Grosvenor Road, London SW1V 3JL, MOBIL NORTH SEA
LIMITED whose registered office is situate at Mobil Court, 3
Clements Inn, London WC2A 2EB, INDUSTRIAL SCOTLAND ENERGY PLC
whose registered office is situate at 48 Melville Street,
Edinburgh EH3 7HF and COALITE GROUP PLC whose registered office
is situate at Buttermilk Lane, Bolsover Near Chesterfield,
Derbyshire S44 6AB (hereinafter referred to as "the Licensee")
of the other part

WITNESSETH as follows:-

- | | |
|-----------------------------|--|
| Incorporation
of clauses | A. Clause 1 and clauses 4 to 40 of the model clauses for
production licences in seaward areas set out in Schedule 5 to
the Petroleum (Production) Regulations 1982 (S.I. 1982 No. 1000)
shall be incorporated herein and (subject to paragraph 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 10 May 1983 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 seabed and subsoil under the seaward area comprising an area of 164.5 square kilometres more particularly described in Schedule 1 to this Licence being the area comprising block No. 48/17b 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 clauses namely clause 7, clause 8 and clause 13 are for the purposes of this Licence Schedules 2, 3 and 4 respectively hereunder written.

E. The licensed area being situated in 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 35

and paragraphs (1) (2) and (3) of clause 40 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 affixed to this Licence (consisting of this and the preceding two pages the day and year first above written.

THE CORPORATE SEAL OF THE SECRETARY)
OF STATE FOR ENERGY hereunto affixed)
is authenticated by:-)

.....
Assistant Secretary
Authorised by the Secretary of State

The Common Seal of BRITISH GAS)
CORPORATION was hereunto affixed in the)
presence of:-)

..... Director
..... Secretary

The Common Seal of MOBIL NORTH SEA)
LIMITED was hereunto affixed in the)
presence of:-)

..... Director
..... Secretary

The Common Seal of)
INDUSTRIAL SCOTLAND ENERGY)
PLC was hereunto affixed in)
the presence of:-)

..... Director
..... Secretary

The Common Seal of COALITE)
GROUP PLC was hereunto affixed)
in the presence of:-)

..... Director
..... Secretary

SCHEDULE

Licence No. P.463

Retained Area from 11 May 1989

<u>Block No</u>	<u>Area</u> <u>Sq. Km</u>	<u>Co-Ordinates</u>
48/17b	82.19	(1) 53° 25' 00" N 1° 12' 00" E (2) 53° 25' 00" N 1° 14' 00" E (3) 53° 23' 00" N 1° 14' 00" E (4) 53° 23' 00" N 1° 20' 00" E (5) 53° 27' 00" N 1° 20' 00" E (6) 53° 27' 00" N 1° 16' 00" E (7) 53° 30' 00" N 1° 16' 00" E (8) 53° 30' 00" N 1° 12' 00" E

TOTAL 82.19

Agreed on behalf of British Gas plc

By:
a duly authorised officer

Dated:

Agreed on behalf of Mobil North Sea Limited

By:
a duly authorised officer

Dated: *April 25, 1989*

Agreed on behalf of Industrial Scotland Energy Ltd

By:
a duly authorised officer

Dated:

Agreed on behalf of Coalite Group plc

By:
a duly authorised officer

Dated:

2

SCHEDULE

Licence No P.463

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<u>Block No</u>	<u>Area</u> <u>Sq Km</u>	<u>Co-Ordinates</u>
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TOTAL 82.19

Agreed on behalf of British Gas plc

By:
a duly authorised officer

Dated:

Agreed on behalf of Mobil North Sea Limited

By:
a duly authorised officer

Dated: *Agreed 25.1.1989*

Agreed on behalf of Industrial Scotland Energy Ltd

By:
a duly authorised officer

Dated: *26-3-89*

Agreed on behalf of Coalite Group plc

By:
a duly authorised officer

Dated:

E & P DEPT
30 MAY 1989

President *B/D/K*
 Exp Man *✓*
 Proc Man
 J & Gas Man
 Drill Man
 F & A Man
 Treasurer
 Comm.
 Pol. Man
 F & A
 F & A
GAN MGR
C/F

SCHEDULE

Licence No P.463

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TOTAL 82.19

Agreed on behalf of British Gas plc

By:
a duly authorised officer

Dated:

Agreed on behalf of Mobil North Sea Limited

By:
a duly authorised officer

Dated: *April 25, 1989*

Agreed on behalf of Industrial Scotland Energy Ltd

By:
a duly authorised officer

Dated:

Agreed on behalf of Coalite Group plc

By:
a duly authorised officer

Dated: *5/5/89*

SCHEDULE 1

Description of Licensed Area

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

- | | |
|---------------------------|---------------------------|
| (1) 53° 30' N : 01° 12' E | (2) 53° 30' N : 01° 16' E |
| (3) 53° 27' N : 01° 16' E | (4) 53° 27' N : 01° 20' E |
| (5) 53° 23' N : 01° 20' E | (6) 53° 23' N : 01° 24' E |
| (7) 53° 20' N : 01° 24' E | (8) 53° 20' N : 01° 12' E |

SCHEDULE 2

Consideration for Licence

Initial

payment

Periodic

minimum

payments

1. The Licensee shall pay to the Minister upon the grant of the Licence the sum of £49,350

2 - (1) Upon the Licensee exercising the options conferred by clause 4 to continue the Licence then upon the date specified in the notice referred to in clause 4, 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 £360 multiplied by the area factor

(b) upon the 1st anniversary of the said date £720 multiplied

by the area factor

(c)	"	"	2nd	"	"	"	£1080	"	"
(d)	"	"	3rd	"	"	"	£1440	"	"
(e)	"	"	4th	"	"	"	£1800	"	"
(f)	"	"	5th	"	"	"	£2160	"	"
(g)	"	"	6th	"	"	"	£2520	"	"
(h)	"	"	7th	"	"	"	£2880	"	"
(i)	"	"	8th	"	"	"	£3240	"	"
(j)	"	"	9th	"	"	"	£3600	"	"
(k)	"	"	10th	"	"	"	£3960	"	"
(l)	"	"	11th	"	"	"	£4320	"	"
(m)	"	"	12th	"	"	"	£4680	"	"
(n)	"	"	13th	"	"	"	£5040	"	"

(o) upon the 14th and every subsequent anniversary of the said date £5400 multiplied by the area factor.

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

SCHEDULE 3

The appropriate percentage

For the purposes of this Licence the appropriate percentage (as defined in clause 8(1)) means $12\frac{1}{2}$ per centum.

SCHEDULE 4

WORKING OBLIGATIONS

The Licensee shall, before the expiry of the initial term of the Licence, carry out not less than 150 kilometres of seismic survey work in the licensed area and drill therein one exploration well to penetrate not less than 2000 feet of Carboniferous Succession.