

LICENCE NO. P.468

Petroleum (Production) Act 1934

Continental Shelf Act 1964

THE SECRETARY OF STATE FOR ENERGY

and

BP PETROLEUM DEVELOPMENT LIMITED

CLYDE PETROLEUM PLC.

NORSK HYDRO OIL AND GAS LIMITED

LICENCE

to

Search and Bore for and get petroleum

in block(s) No 49/4

THIS LICENCE made the 15th 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 BP PETROLEUM DEVELOPMENT LIMITED whose registered office is
situate at Britannic House, Moor Lane, London EC2Y 9BU, CLYDE
PETROLEUM PLC whose registered office is situate at 14 St
Vincent Place, Glasgow G1 2EU and NORSK HYDRO OIL AND GAS
LIMITED whose registered office is situate at Hydro House, 49
York Street, Twickenham TW1 3LN (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

C. In consideration of the payments and royalties hereinafter
provided and the performance and observance by the Licensee of all

get petroleum.

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 243.8 square kilometres more particularly described in Schedule 1 to this Licence being the area comprising block No. 49/4 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 BP PETROLEUM)
DEVELOPMENT LIMITED was hereunto affixed in the)
presence of:-)

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

The Common Seal of CLYDE PETROLEUM)
PLC was hereunto affixed in the)
presence of:-)

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

The Common Seal of NORSE HYDRO)
OIL AND GAS LIMITED)
was hereunto affixed in the)
presence of:-)

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

SCHEDULE 1

Description of Licensed Area

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

- | | | | |
|-----|-----------------------|-----|-----------------------|
| (1) | 54° 00' N : 02° 36' E | (2) | 54° 00' N : 02° 48' E |
| (3) | 53° 50' N : 02° 48' E | (4) | 53° 50' N : 02° 36' E |

SCHEDULE

Licence No P.468

Retained Area from 11 May 1989

<u>Block No</u>	<u>Area</u> <u>Sq Km</u>	<u>Co-Ordinates</u>
49/4a	121.88	(1) 54° 00' 00" N 2° 42' 00" E (2) 54° 00' 00" N 2° 48' 00" E (3) 53° 50' 00" N 2° 48' 00" E (4) 53° 50' 00" N 2° 42' 00" E (5) 53° 52' 00" N 2° 42' 00" E (6) 53° 52' 00" N 2° 47' 00" E (7) 53° 54' 00" N 2° 47' 00" E (8) 53° 54' 00" N 2° 42' 00" E (9) 53° 55' 00" N 2° 42' 00" E (10) 53° 55' 00" N 2° 39' 00" E (11) 53° 56' 00" N 2° 39' 00" E (12) 53° 56' 00" N 2° 38' 00" E (13) 53° 57' 00" N 2° 38' 00" E (14) 53° 57' 00" N 2° 40' 00" E (15) 53° 58' 00" N 2° 40' 00" E (16) 53° 58' 00" N 2° 41' 00" E (17) 53° 59' 00" N 2° 41' 00" E (18) 53° 59' 00" N 2° 42' 00" E

TOTAL 121.88

Agreed on behalf of BP Petroleum Development Limited

By:
a duly authorised officer

Dated: 15 May 1989

Agreed on behalf of Clyde Expro plc

By:
a duly authorised officer

Dated: 15 May 1989

Agreed on behalf of Norsk Hydro Oil and Gas Limited

By:
a duly authorised officer

Dated: 8th May 1989

SCHEDULE 2

Consideration for Licence

Initial
payment

1. The Licensee shall pay to the Minister upon the grant of the Licence the sum of £73,140

Periodic
minimum
payments

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 200 kilometres of seismic survey work in the licensed area and drill therein two exploration wells. One such exploration well shall penetrate not less than 1000 metres of Carboniferous Succession; the other shall penetrate not less than 200 metres of Carboniferous Succession.