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CHRYSAOR SIGNS EAST SOLAN BASIN FARM-OUT WITH RWE DEA INCLUDING AGREEMENT TO PARTICIPATE IN THE DRILLING OF THE MUSTARD PROSPECT, WEST OF SHETLAND

Chrysaor CNS Limited (“Chrysaor” or the “Company”), a subsidiary of Chrysaor Holdings Limited, an independent exploration and production company focused on developing and commercialising oil and gas discoveries in the UK North Sea and Ireland, is pleased to announce it has signed a farm-out agreement with RWE Dea UK SNS Limited (“RWE Dea”).

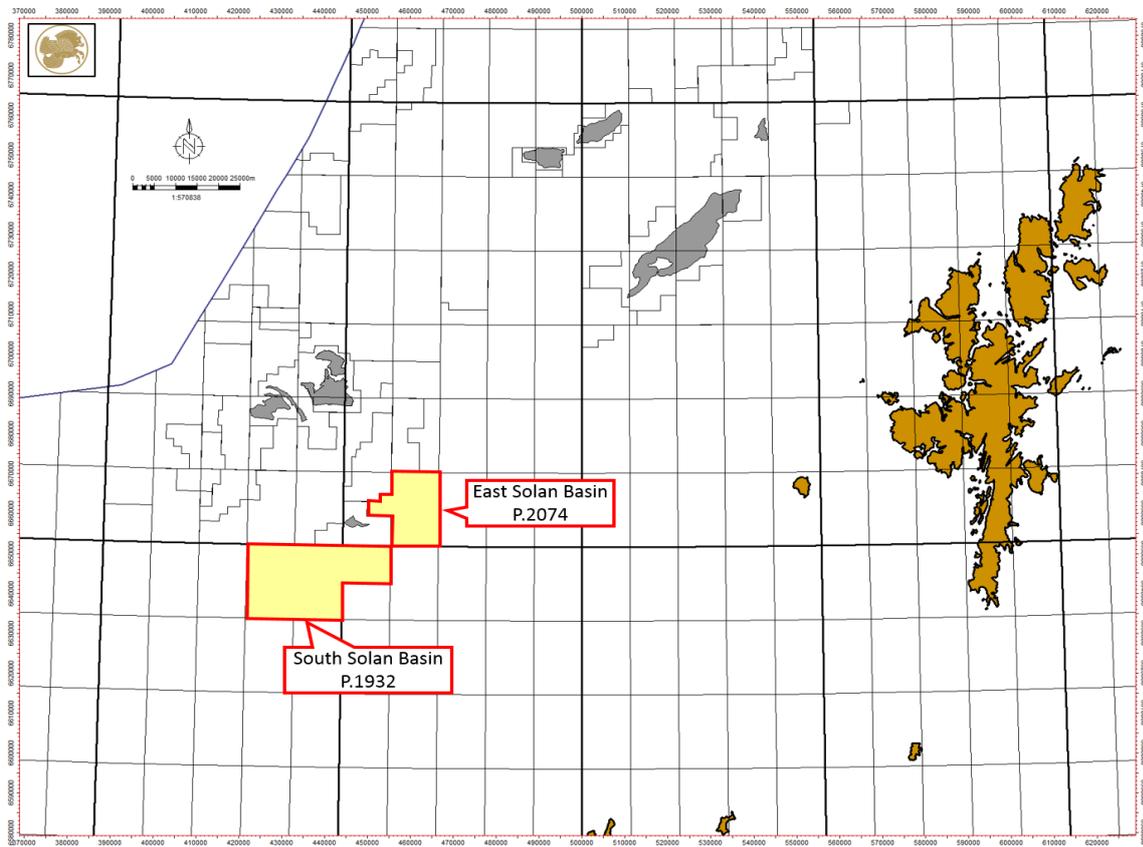
Pursuant to the farm-out agreement, RWE Dea will acquire a 25% interest in Chrysaor’s United Kingdom Continental Shelf Petroleum Production Licences P.2074 (Blocks 205/26c and 205/27) and P.1932 (Blocks 202/4, 202/5 and 203/1a), West of Shetlands. Chrysaor will retain a 75% interest and Operatorship of the licenses which were awarded in the 27th Licensing Round. The farm-out agreement is subject to government approval.

Chrysaor and RWE Dea have, subject to the necessary regulatory consents, agreed to drill a 2015 exploration well on the Mustard Prospect in Block 205/27. Mustard is an Upper Jurassic submarine fan prospect at a depth around 8,000ft on the north-eastern side of the East Solan Basin in water depth of approximately 150m. Mustard is located some 15km from the Solan Field facilities, which have been designed to enable tieback of future area discoveries.

Commenting, Phil Kirk Chrysaor CEO, said:

“We are very pleased to welcome RWE as a partner to our exciting West of Shetlands acreage. We look forward to working together with them, to prove the significant potential that exists within the East and South Solan Basins. The West of Shetlands is a core area for Chrysaor and the licenses we acquired in the 27th Round are a key part of our strategy to build a hub area around the Solan facilities.

2014 will be a milestone year for Chrysaor as we see our first operated UK production from the Solan field and drill the Spanish Point appraisal well in Ireland.”



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About Chrysaor

Chrysaor is an independent exploration and production company established in 2007. The Company is focused on developing and commercialising oil and gas discoveries in the North Sea and Ireland.

The company is clearly differentiated by its strategic focus in areas where significant dormant reserves exist which may have been overlooked by others, and where Chrysaor's proven technical, commercial and geological ability can deliver exceptional returns to its stakeholders.

Chrysaor has built an exciting portfolio of assets with a strong balance between near term development and production growth combined with significant gearing to appraisal and exploration success.

In the UK North Sea, the company owns 40% of the Solan licence (P164) covering block 205/26a. Solan is due on stream in Q4 2014. The company also has a 100% interest in the Phoenix discovery in licence P1578, covering block 13/22b. This is a near term development opportunity which has been geologically appraised and where the focus is now on commercialisation.

Following the farm-in by Cairn Energy earlier in 2013, Chrysaor retains up to a 36% interest in the Quad 35 licenses 2/04 & 4/08 West of Ireland which provide a near term appraisal opportunity at Spanish Point and material exploration upside in license 4/08 and 11/2 licensing option with multiple leads and prospects identified.

Chrysaor has a highly experienced management team with a proven track record of delivering real value in both public and private companies, latterly as part of the CH4 Energy Limited ("CH4") team that operated the Markham, J3-C, Windermere and Chiswick fields in the UK & the Netherlands. CH4 was sold to Venture Production PLC in 2006 for €225m.