



## Impact Oil and Gas Limited

### Farm-out of interest in AGC Profond PSC to CNOOC UK Limited

London, 29 March 2017, Impact Oil and Gas Ltd, the African-focused pure exploration company, is pleased to announce that its subsidiary, Impact Oil & Gas AGC Ltd (“**Impact**”), has reached an agreement with CNOOC UK Limited (“**CNOOC**”), for the farm-out of a 65% participating interest in a Production Sharing Contract (“**PSC**”) and associated joint operating agreement in the AGC Profond block located in the offshore joint development zone between Senegal and Guinea-Bissau (“**the Zone**”).

CNOOC is a subsidiary of CNOOC LIMITED, which (together with its subsidiaries) is the largest producer of offshore crude oil and natural gas in China and one of the largest independent oil and gas exploration and production companies in the world.

The offshore AGC Profond PSC covers approximately 6,700km<sup>2</sup>, in water depths ranging from 1,400m to 3,700m, and is located west of the Dome Flore and Dome Gea oil accumulations, and to the south of the recent Fan-1 and SNE-1 and 2 oil discoveries of Cairn / ConocoPhillips / FAR.

Impact was awarded the licence in October 2014, commencing its technical evaluation of the AGC Profond PSC with the purchase of legacy 2D and 3D seismic data in November 2014, comprising of approximately 3,990km<sup>2</sup> 3D and 4,739 line km of 2D seismic.

Prospectivity has been identified at various stratigraphic levels, from the Cretaceous deep-water clastics in the west of the licence, to the Jurassic and Cretaceous platform margin plays in the east, similar to the recent discoveries by Cairn.

Impact had previously entered into a farm-out agreement with Woodside Energy (Senegal) Pty Ltd covering the AGC Profond licence. However, certain conditions precedent to completion had not been satisfied or waived and the agreement was terminated on 9<sup>th</sup> February 2017.

The transaction was completed on 23 March 2017. The participating interests in the AGC Profond PSC following completion of the farm-in by CNOOC is as follows: CNOOC UK Limited, Operator (65%); Entreprise AGC SA (an entity owned by Senegal and Guinea-Bissau pursuant to the documents governing the Zone) (15%) and Impact (20%).

#### **Mike Doherty, Executive Chairman of Impact Oil & Gas said:**

*“We are delighted to have a company of CNOOC’s stature joining us as a partner in the AGC Profond Block. We are very excited about the potential of the block given its location and proximity to a number of recent discoveries by Cairn and Kosmos and are confident that CNOOC Group’s technical and financial strength and the knowledge that it has in the conjugate basins of the Atlantic Margins will bring substantial value to the partnership.*”

*“Impact continues to deliver on its strategy of building an attractive group of exploration assets and securing major oil companies as partners.”*

#### **Enquires:**

**Impact Oil and Gas** +44 1483 750 588  
Mike Doherty (Executive Chairman)

**Camarco**  
Billy Clegg / Georgia Edmonds  
**About Impact Oil & Gas**

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Impact Oil and Gas was founded in 2009 by experienced geoscientists who targeted a number of areas offshore South Africa which had very large hydrocarbon potential. Following licence awards and a successful 2D seismic acquisition campaign, a series of play concepts were identified and the company entered into a partnership with ExxonMobil, and was later joined by Statoil.

With a clear strategic focus as an Africa only, pure exploration company, management is committed to building an attractive group of exploration assets and securing large independent and major oil companies as partners. The company's objective is to build a world class portfolio, in a number of different geological and political locations on the African continental margins. Management believes that by doing so, and by having oil industry partners validate its exploration concepts and ideas, it can deliver substantial shareholder value in the medium to longer term. The company's current portfolio covers over 90,270km<sup>2</sup> gross, across South Africa, Namibia, Gabon and AGC (Senegal/Guinea-Bissau).

### Map of AGC Profond Block and nearby recent discoveries

