

19 February 2013

UNION JACK OIL PLC
("Union Jack" or the "Company")
(ISDX GROWTH MARKET: UJOP)

Farm - In to Petroleum Exploration and Development Licence PEDL201

Issue of Equity

Farm - In to PEDL201

Union Jack Oil, the UK focused hydrocarbon exploration Company, is pleased to announce that it has executed a farm-in agreement with Egdon Resources U.K. Limited ("Egdon") and Celtique Energie Petroleum Limited ("Celtique") to acquire a 10% interest in onshore UK Petroleum Exploration and Development Licence PEDL201.

Under the terms of the agreement, Union Jack will pay 10% of the cost of the planned Burton on the Wolds-1 well to earn a 5% interest from each of Egdon and Celtique.

This transaction is subject to approval from The Department of Energy and Climate Control (DECC).

Following completion of the transaction the interested parties in licence PEDL201 will be as follows;

Egdon Resources U.K. Limited 32.5% (operator)

Celtique Energie Petroleum Limited 32.5%

Terrain Energy Limited 12.5%

Corfe Energy Limited 12.5%

Union Jack Oil plc 10.0%

The licence is located in the onshore UK East Midlands Petroleum Province, on the southern margin of the Widmerpool Gulf, a geological basin with proven oil generation and migration, and on trend with the Rempstone and Long Clawson producing oil fields.

PEDL 201 contains the Burton on the Wolds Prospect, a four-way dip closed, footwall structure on the Hoton Fault system. The Burton on the Wolds Prospect has been mapped using new (2011) and reprocessed 2D seismic data.

The subsurface target location to test the Burton on the Wolds Prospect has been defined, a surface drilling location has been identified from which a vertical well can be drilled to evaluate the primary and secondary reservoir objectives, and a Planning Application for a well will be submitted shortly. Drilling operations are planned to commence in late Q2 2013.

The mean combined Prospective Resources for the primary and secondary objectives, as calculated by Egdon are estimated to be 3.8 million barrels of oil.

The Directors consider this inaugural transaction to ideally suit the investment strategy of Union Jack with near term drilling activity at a location in an area of proven hydrocarbon production, and a low cost development if successful.

To view a location map of the Burton on the Wolds Prospect and licence PEDL201 please visit www.unionjackoil.com

This announcement has been approved by Martin Durham, non-executive Director of

the Company and a geologist with over 30 years industry experience.

Martin is a Fellow of the Geological Society and a member of the Petroleum Exploration Society of Great Britain.

The Company is also currently in negotiation to acquire interests in several other exploration and development opportunities with near term drilling plans.

Issue of Equity

Union Jack is pleased to announce a placing with institutional and other investors of 224,900,000 new Ordinary Shares of 0.25p ("Placing Shares") at a price of 0.25p per share, raising funds of GBP562,250 before expenses.

The Placing Shares will be admitted to trading on the ISDX Growth Market and will rank pari passu in all respects with the existing Ordinary Shares.

David Bramhill, Joseph O`Farrell* and Martin Durham, all Directors of the Company have participated in the placing and their holdings following the issue of the Placing Shares are as follows;

Existing Ordinary Shares Held Shares Purchased Holding % of Enlarged Share Capital

14,800,400 4,000,000 18,800,400 4.02

20,000,000 8,000,000 28,000,000 5.98

2,000,000 1,200,000 3,200,000 0.68

*Joseph O`Farrell is a director and owner of 50% of the issued share capital of Gilmaul Limited. Gilmaul Limited has purchased 8,000,000 Placing Shares in the Company.

In accordance with the FSA`s Disclosure and Transparency rules, following allotments of the Placing Shares, the Company will have 467,880,400 ordinary shares of 0.25p in issue carrying voting rights.

The above figure may be used by shareholders as the denominator for the calculations by which they will determine if they are required to notify their interest in, or a change to their interest in the Company under the FSA`s Disclosure and Transparency rules.

The Directors of the Company accept responsibility for the contents of this announcement.

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Editors Note

Union Jack Oil plc is a new entrant to the UK hydrocarbon exploration sector and was admitted to trading on the ISDX Growth Market in December 2012 as an

investment vehicle to identify opportunities with an emphasis on acquiring interests in late stage exploration projects, both onshore and offshore UK.