

## UNION JACK OIL PLC

(AIM: UJO)

### UK 14<sup>TH</sup> Onshore Oil and Gas Licensing Final Awards

Union Jack Oil plc (“**Union Jack**” or the “**Company**”), an onshore oil and gas production and development company with a focus on production, development and investment in the United Kingdom onshore hydrocarbon sector, note that the Oil & Gas Authority (“**OGA**”) has formally issued Egdon Resources plc (“**Egdon**”), Petroleum Exploration and Development Licence (“**PEDL**”) 339 arising from the UK 14<sup>th</sup> Onshore Oil and Gas Licensing Round.

PEDL339 is located in the East Midlands Petroleum Province and contains a portion of the Louth Prospect.

As part of a farm-out agreement announced in July 2015 Egdon will transfer a 10% interest in PEDL339 to Union Jack for nil consideration, subject to OGA consent.

Under the terms of the farm out agreement the Company has agreed to pay 20% of the costs of the Louth-1 conventional exploration well to earn a 10% economic interest.

The Louth Prospect is located mostly within PEDL005(R) and extends into PEDL339. Union Jack holds a 10% interest in PEDL005(R) which also contains the producing Keddington oilfield.

Located on the margins of the Humber Basin, the prospect is defined on re-processed 3D seismic data and is estimated by the operator, Egdon to contain Stock Tank Oil Initially In Place (“**STOOIP**”) of 5.5 million barrels of oil and gross mean Prospective Resources of 1.4 million barrels of oil with an attractive chance of success of 37%.

A well to test this prospect could be drilled in late 2017 subject to partner approval and receipt of planning and other consents.

The interests in PEDL339 post transfer will be:

Egdon Resources plc (Operator)	65%
Terrain Energy Limited	15%
Nautical Petroleum Limited	10%
Union Jack Oil plc	10%

For further information, please contact:

**Union Jack Oil plc** +44 (0) 77871 60682  
David Bramhill

**Shore Capital Nominated Adviser** +44 (0) 20 7408 4090  
Edward Mansfield  
Anita Ghanekar

Corporate Broking  
Jerry Keen

**SP Angel Joint Broker**  
Richard Hail

+44 (0) 20 3470 0470

**Yellow Jersey PR Limited**  
Public Relations  
Dominic Barretto  
Aidan Stanley

+44 (0) 7768 537 739

In accordance with the “AIM Rules – Note for Mining and Oil and Gas Companies”, the information contained within this announcement has been reviewed by and signed off by Graham Bull, Non-Executive Director, who has over 46 years of international oil and gas industry exploration.