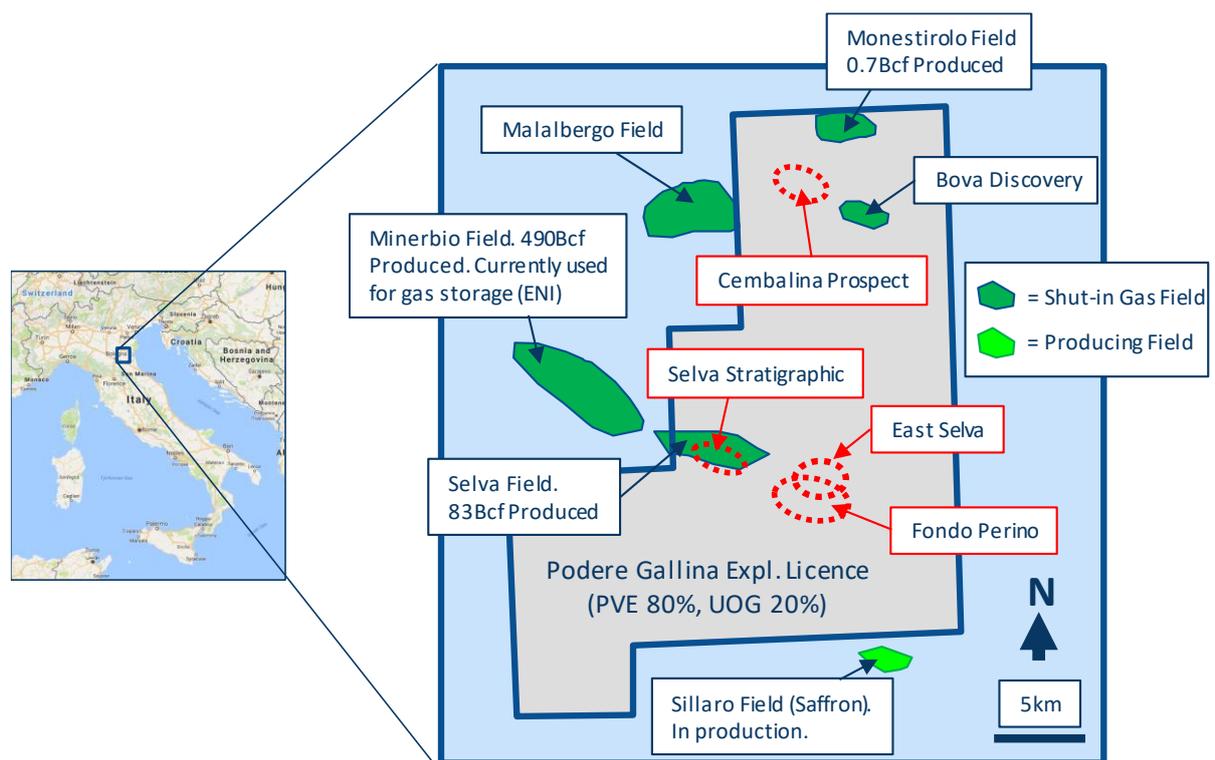


Italy: Podere Gallina Licence

Introduction

In July 2017, United Oil & Gas (UOG) completed a farm-in agreement with Po Valley Energy (PVE) to acquire a 20% economic interest in the Podere Gallina Licence in the Po Valley region of Italy. The licence contains the currently shut-in Selva gas-field as well as exciting exploration opportunities.

The Podere Maiar-1 (PM-1) well was completed in December 2017, and successfully found a commercial gas accumulation updip of the previous wells on the Selva field.



Podere Gallina licence location and neighbouring fields

Selva Field and the Podere Maiar 1 well

- The Selva Gas Field produced over 83 Bcf before being shut-in in 1984, when it was still producing at >0.9Bcf per year with no apparent water-cut.
- The Podere Maiar 1 (PM-1) well targeted the same productive reservoirs, updip of the previous wells
- The PM-1 well was completed in December 2017 after encountering 41m of net gas pay in excellent quality C1 and C2 sandstone reservoirs of the Pliocene Porto Garibaldi Formation.
- The well was tested in January 2018. The lower, C2 reservoir, reported a peak flow-rate of ~150,000scm/d (875boepd) on a 3/8" choke. On a separate test, the upper C1 reservoir, flowed at a peak rate of ~130,000scm/d (750boepd), also on a 3/8" choke.

- Although there is limited seismic data over the field, the large number of wells on the structure constrain the reservoir edge, and coupled with the recent PM-1 well results indicate gross base-case recoverable volumes of 18Bcf (3.1mmboe).



H220 Archimede rig on-site (Nov '17)



Well-testing (Jan '18)

Podere Gallina Exploration

- As well as the Selva Field, there are further material exploration opportunities within the Podere Gallina licence
- East Selva is along the same play trend as the Minerbio and Selva Fields, separated from Selva by a structural saddle.
- The recent PM-1 results have helped de-risk this structure, and a 3D seismic to cover this and the other prospectivity in the Selva area is planned for early 2019
- Work by CGG on the East Selva lead indicates it holds base-case recoverable resources of 35 Bcf

Po Valley Energy as Operator

- PVE have operated in Italy for the last 10 years, and are experienced in Italy's regulatory process across the full-cycle of the oil and gas business. There is an experienced local management team in place.