

Årsstämma 2016

Alex Schneiter
Koncernchef & vd

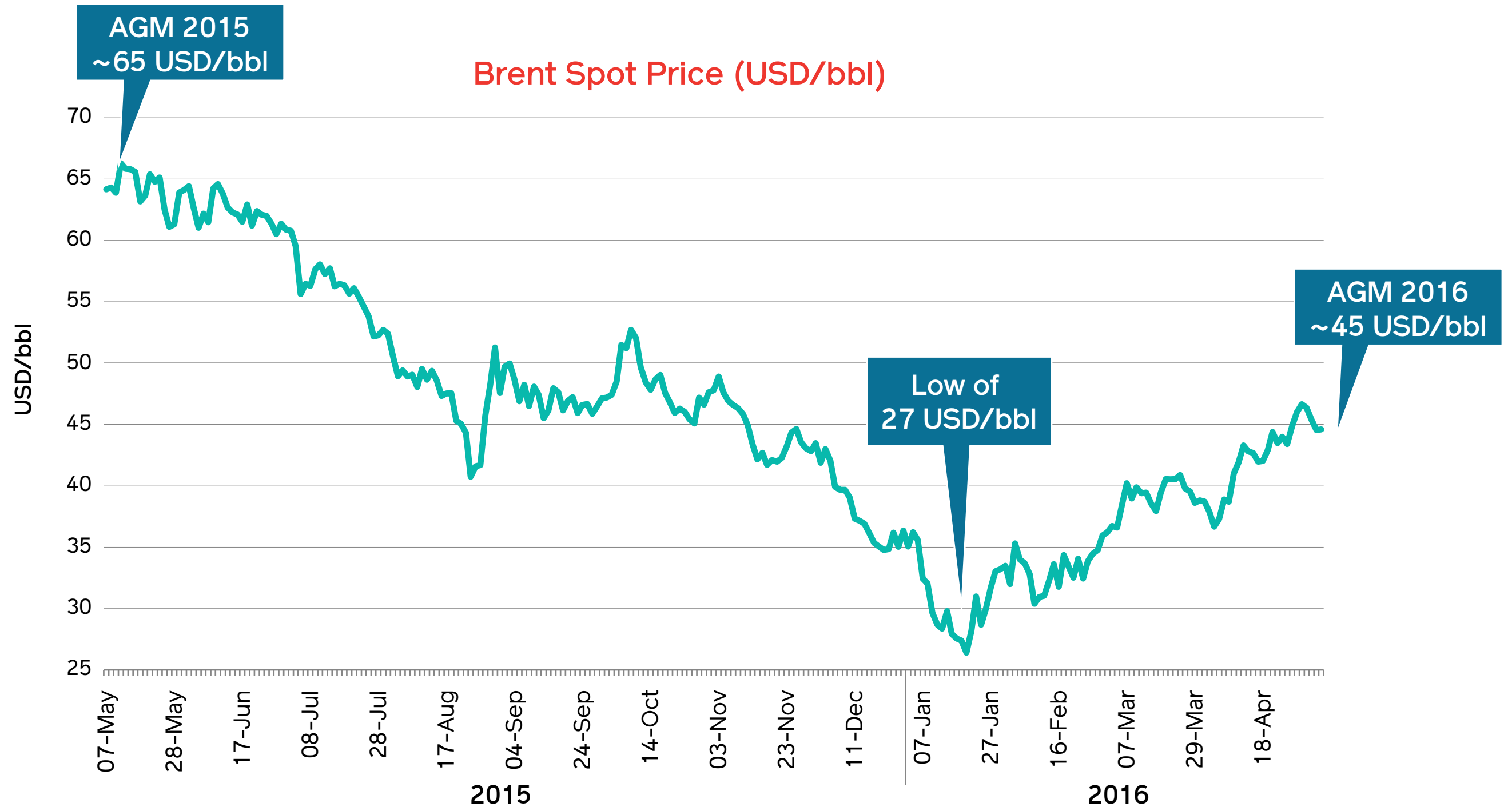
12 maj 2016



Challenging Market Environment

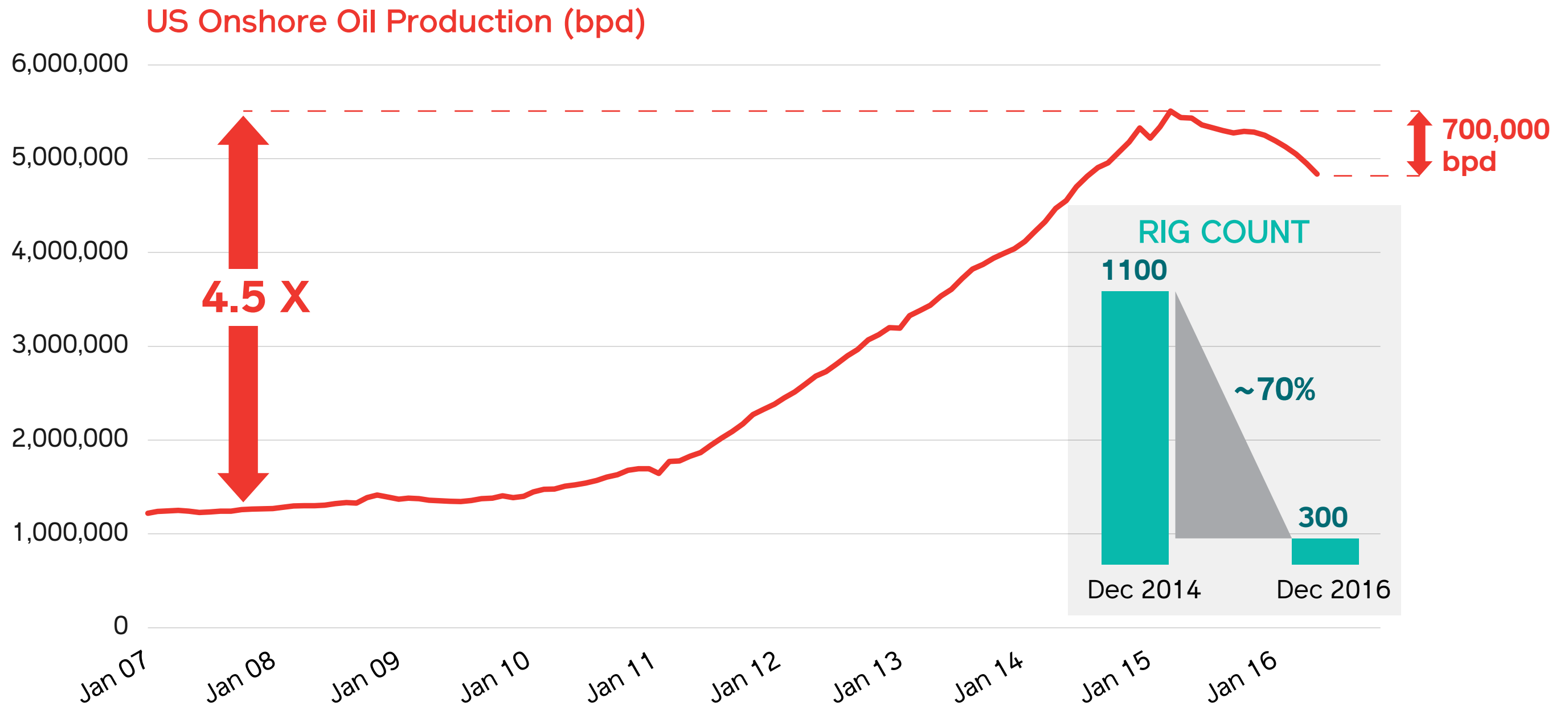
Oil Price

AGM 2014
~110 USD/bbl



World Supply of Oil

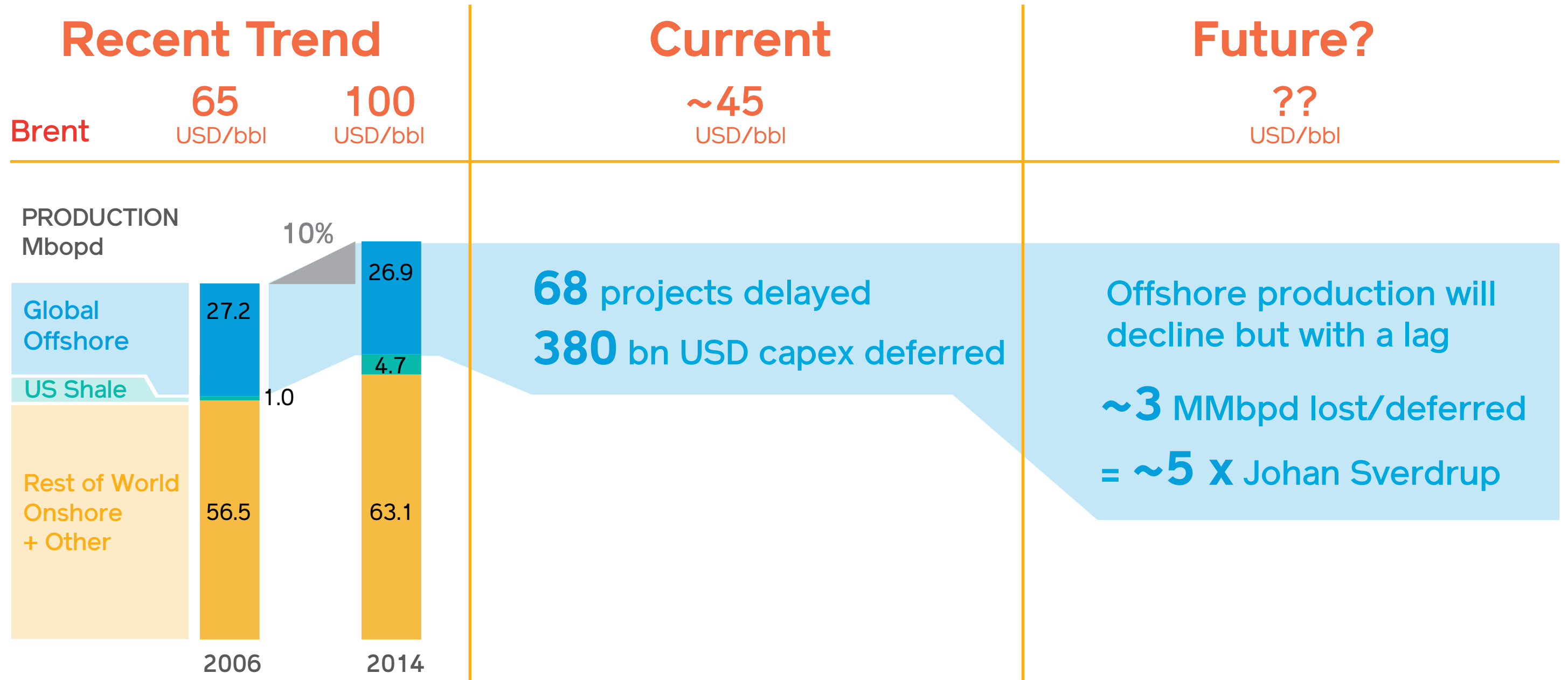
Shale Oil Revolution



Source: Baker Hughes, EIA, Nordea

World Supply of Oil

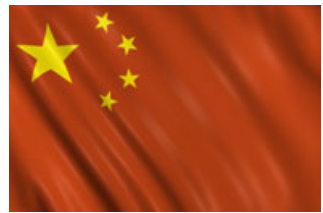
Will there be a Shortage?



Source: Nordea, IEA, Wood Mackenzie

World Demand for Oil Still Growing

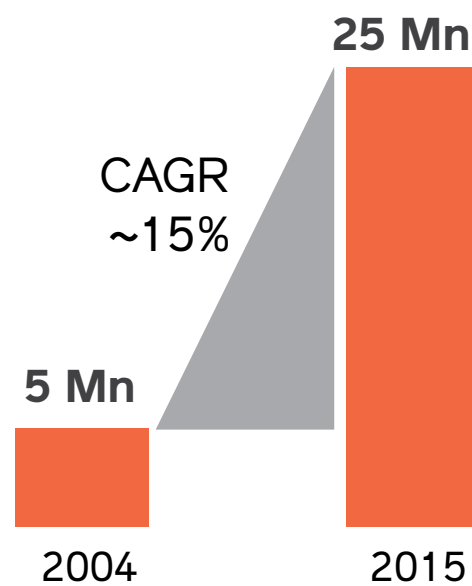
Can it be Met?



China driving demand growth

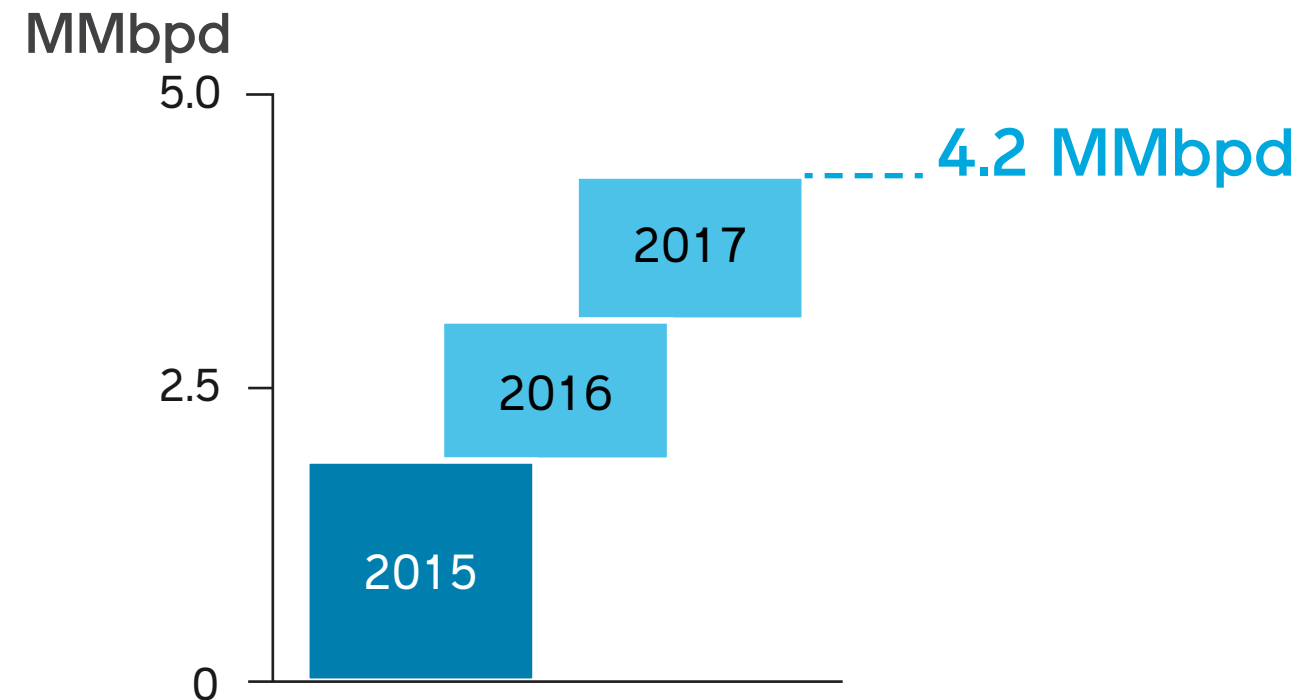
GDP growth 2015–2017
6.6% p.a. average

Car Sales in China



Global oil demand growth

Oil demand 2015–2017
4.2 MMbpd



Source: Nordea, IEA

Falling Costs

Benefiting our Biggest Project - Johan Sverdrup



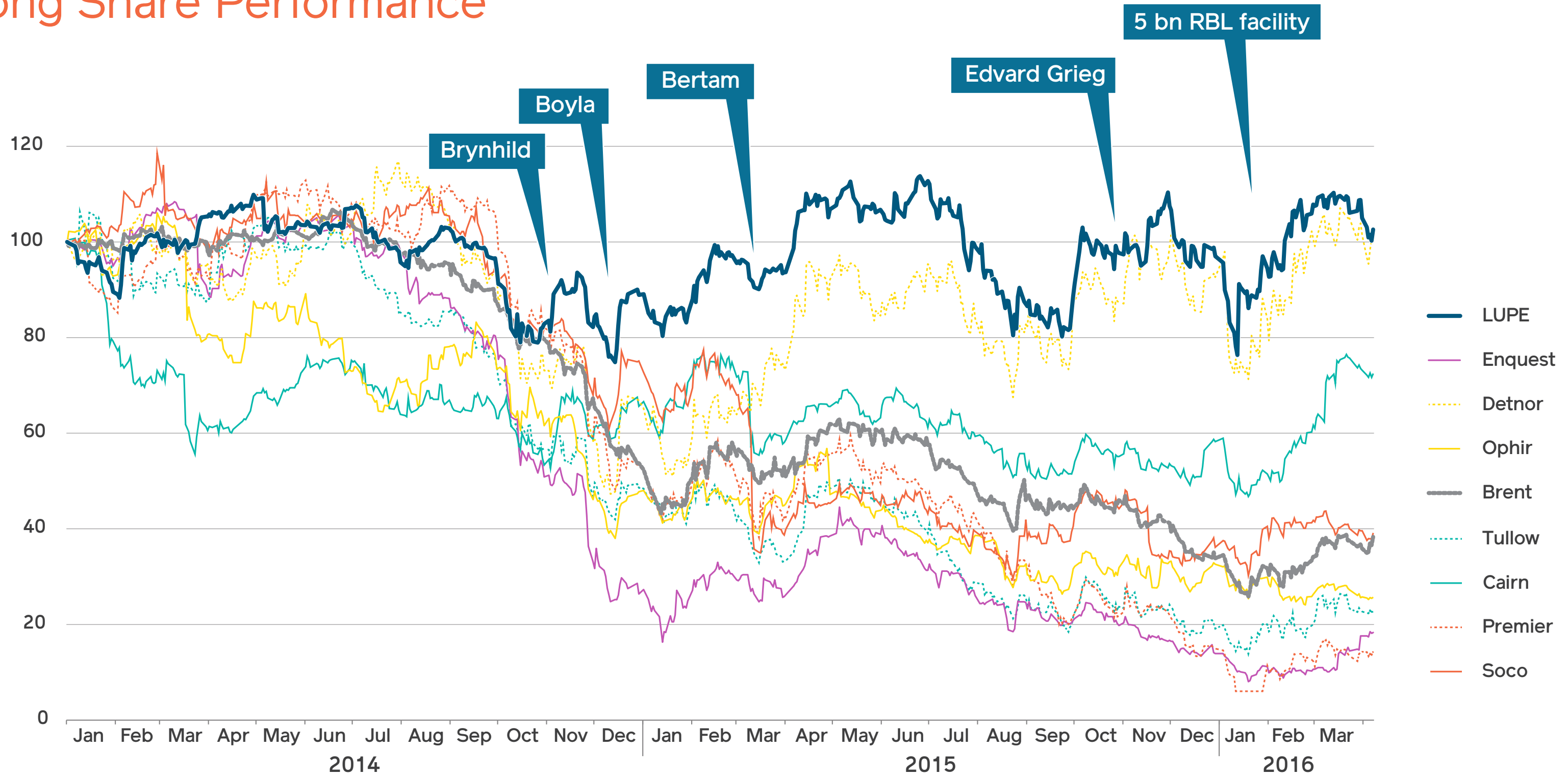
from **>500,000** USD/day
to **<200,000** USD/day



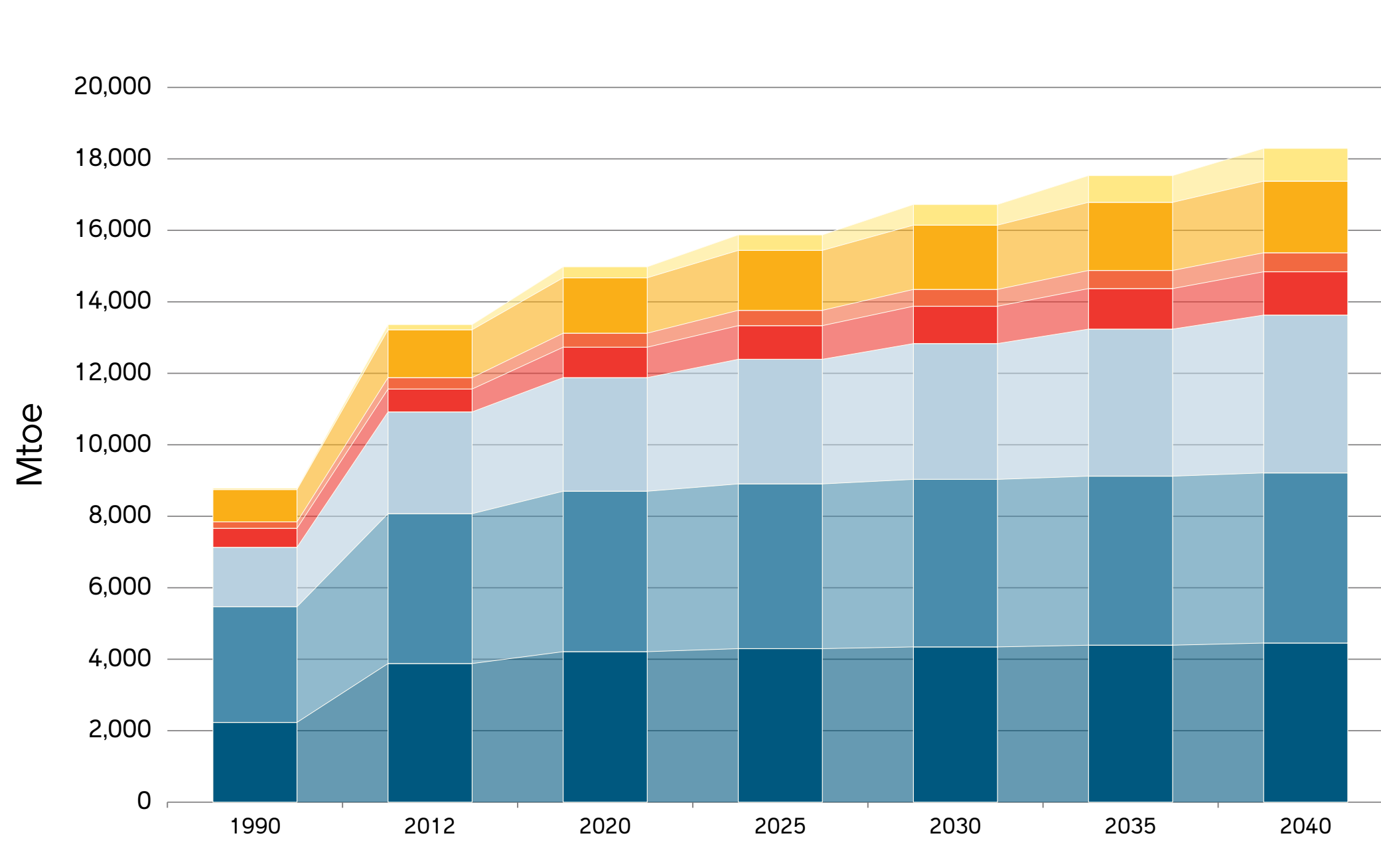
Project built in a low-cost environment

Savings to date
USD 5 billion

Lundin Petroleum Strong Share Performance



World Energy Demand by Fuel Type



Hydrocarbons
still the largest
energy source

Oil, Gas and Coal account for **80%** of demand

Reserves & Resources & 2016 Production Guidance

Reserves
716 MMboe ⁽¹⁾



Contingent Resources
386 MMboe

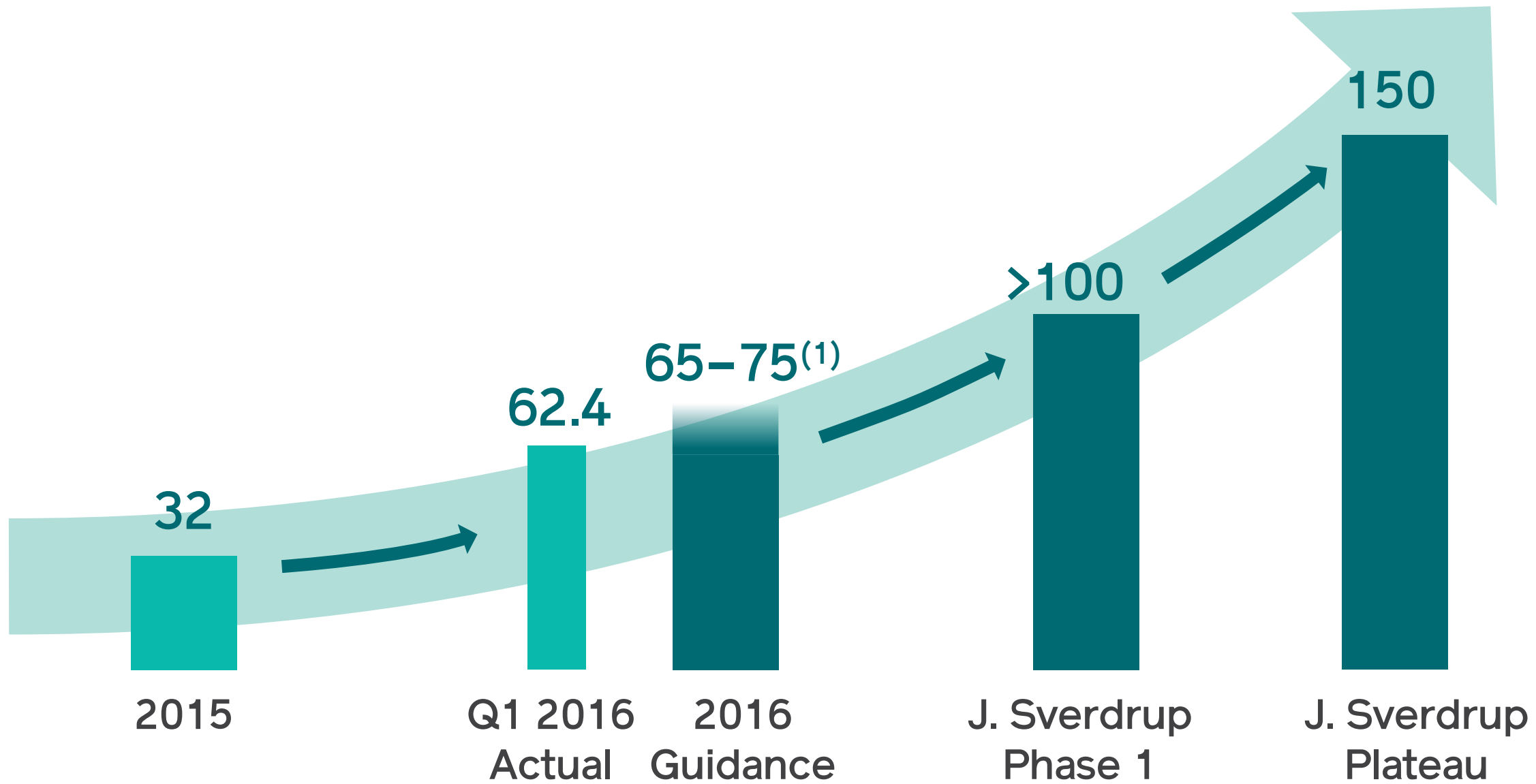


2016 Production Guidance
65,000–75,000 boepd ⁽¹⁾



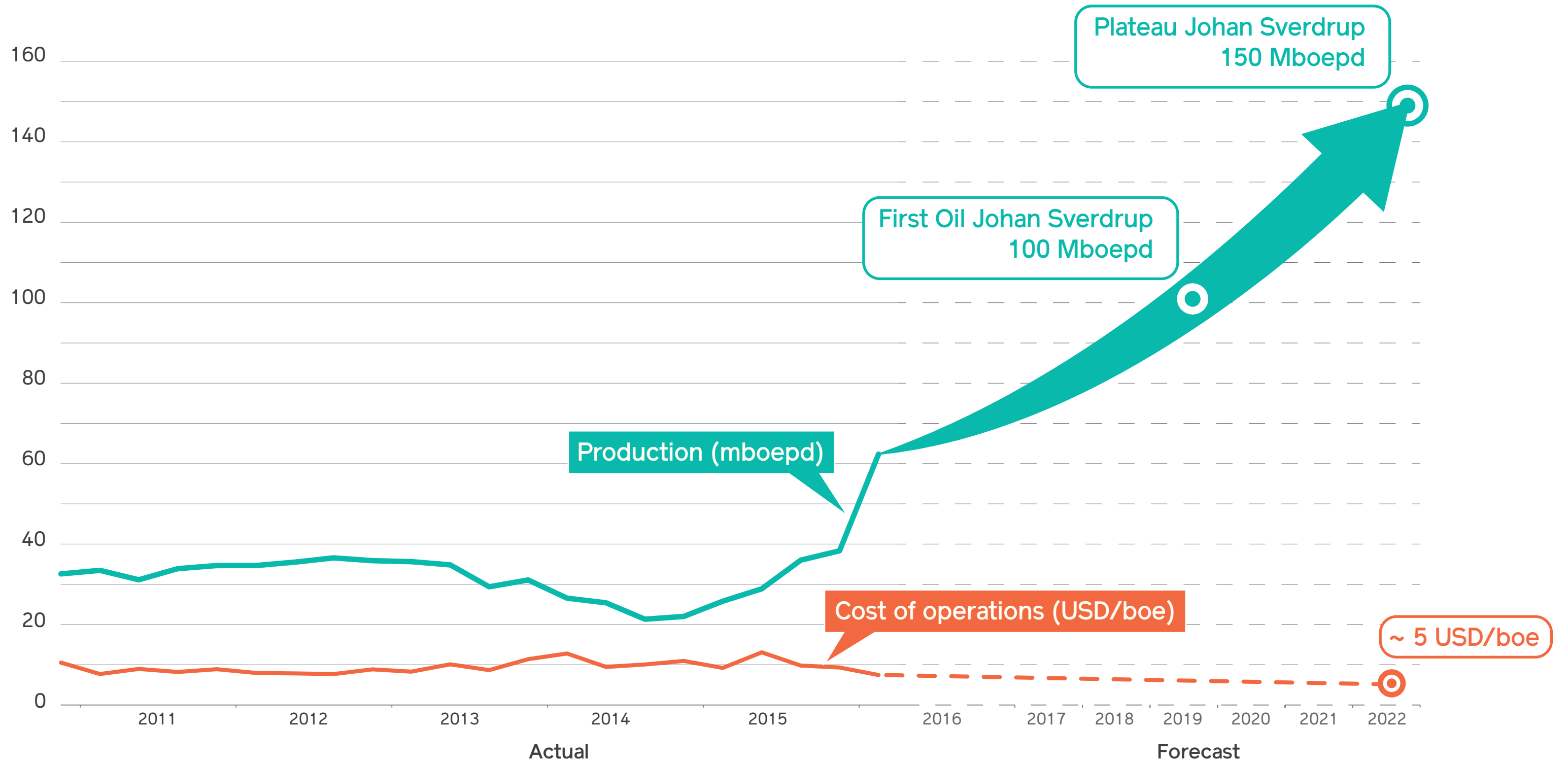
⁽¹⁾ Post Statoil deal completion

Significant Production Growth



⁽¹⁾ Post Statoil deal guidance

Lundin Petroleum Production vs Cost of Operations



Quality Assets - Edvard Grieg

Delivered Safely, On Time and On Budget

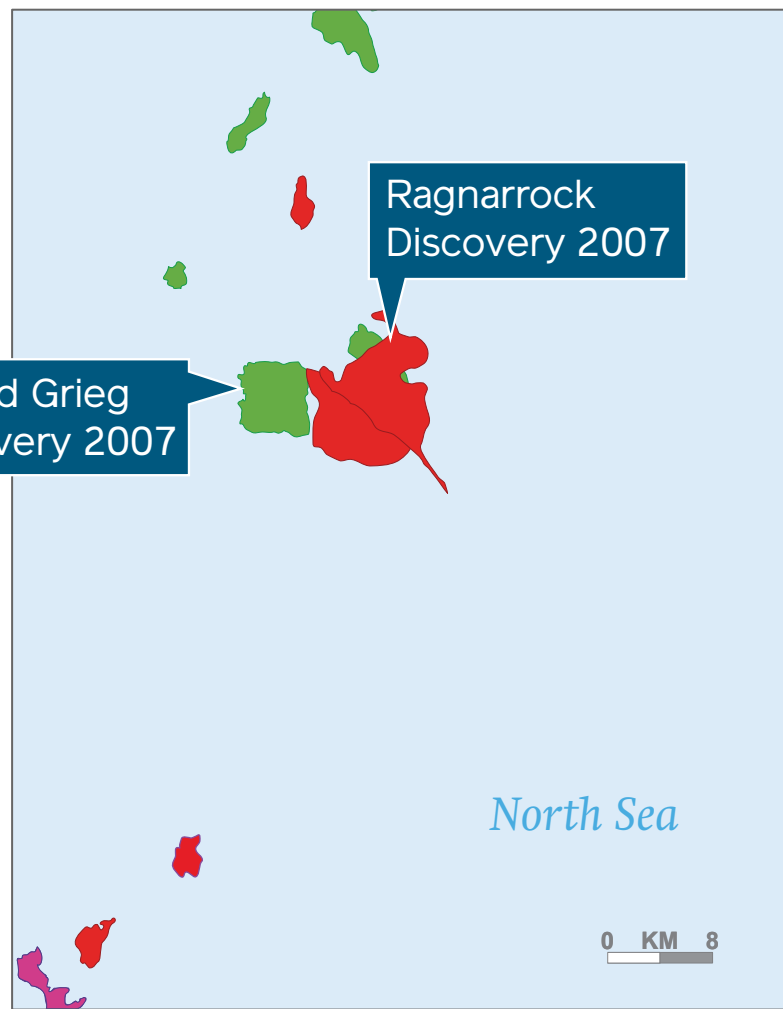


Norway

Utsira High Area Evolution

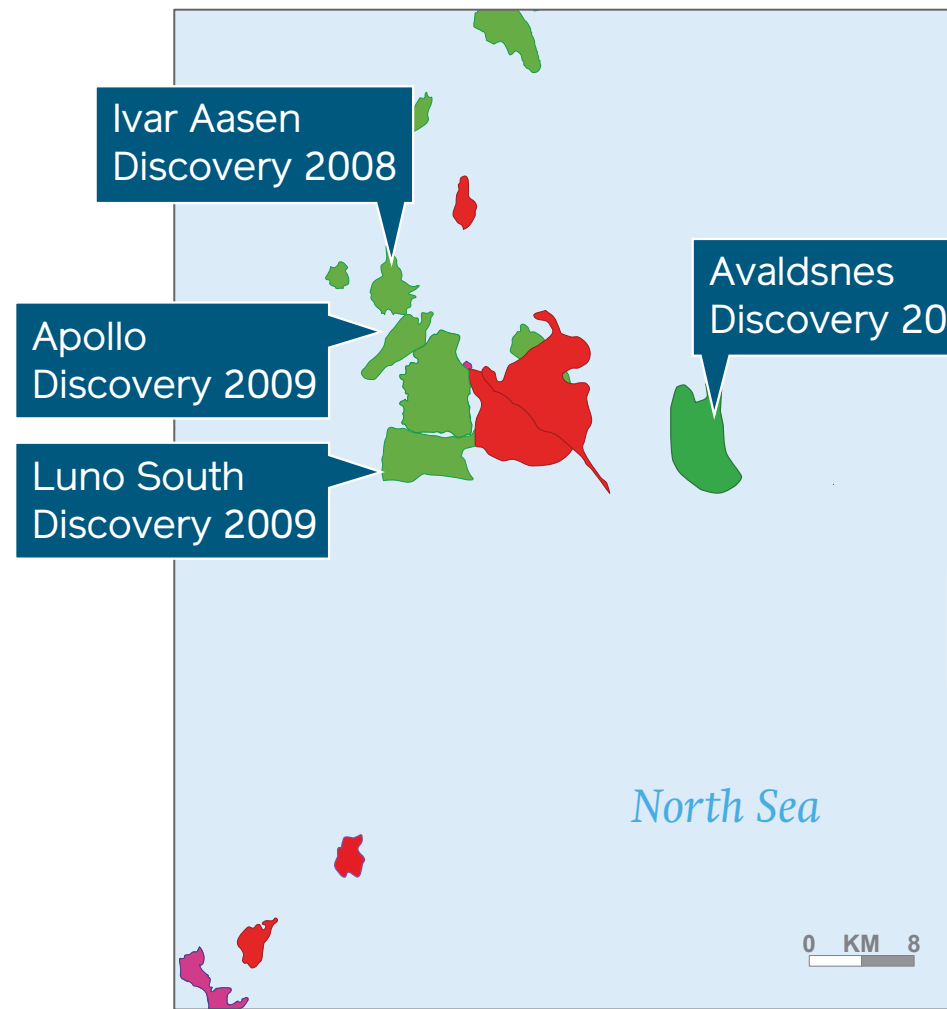


2007



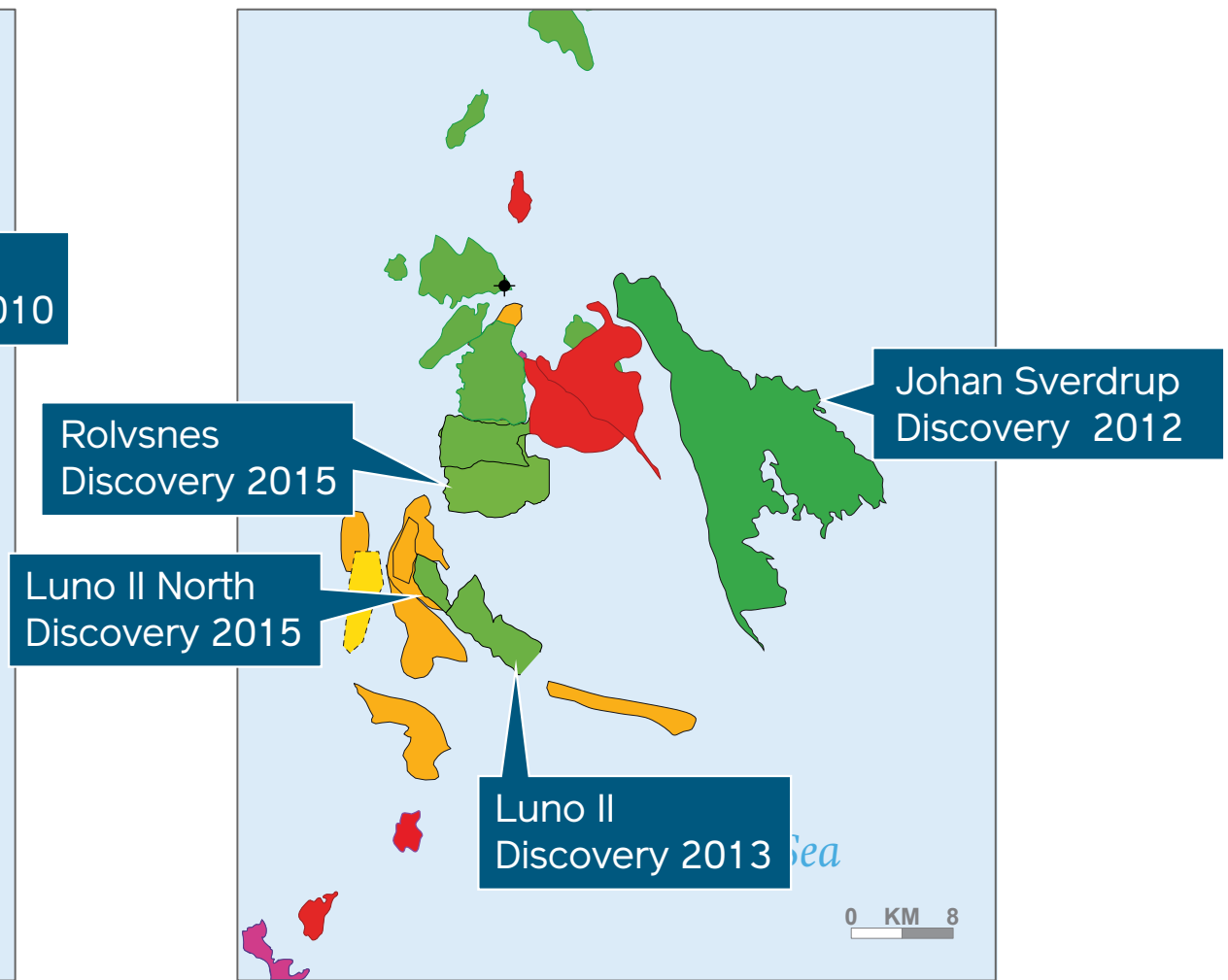
128 MMboe

2010



~400 MMboe

2016

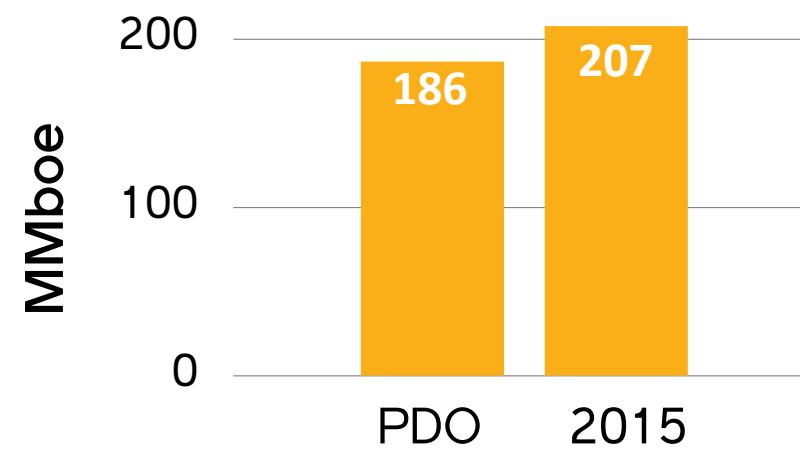


~2,730 MMboe

Edvard Grieg

Exceptional Performance

Edvard Grieg Gross Reserves



Edvard Grieg Uptime
~96% to date



Edvard Grieg Gross Q1 Production
60,300 boepd

Edvard Grieg

Proposed Deal with Statoil



15% Edvard Grieg + Pipelines
 ↓↓
 Adds **31 MMboe** 2P Reserves
 ↓↓
 Adds **10,000 boepd** Production
 ↓↓
 Revised 2016 Production Guidance
65,000–75,000 boepd



27.581 million shares for Edvard Grieg

+

1.735 million shares

2.000 million treasury shares

Cash
Million SEK

252.8

291.3

544.1

Statoil's Total Shareholding
68.4 million (20.1%)

Subject to EGM approval and Government approval

Quality Assets

Johan Sverdrup

- ➔ Largest Phase 1 development on the NCS
- ➔ PDO approved and full field reserves are booked
- ➔ Breakeven oil price 30 USD/bbl

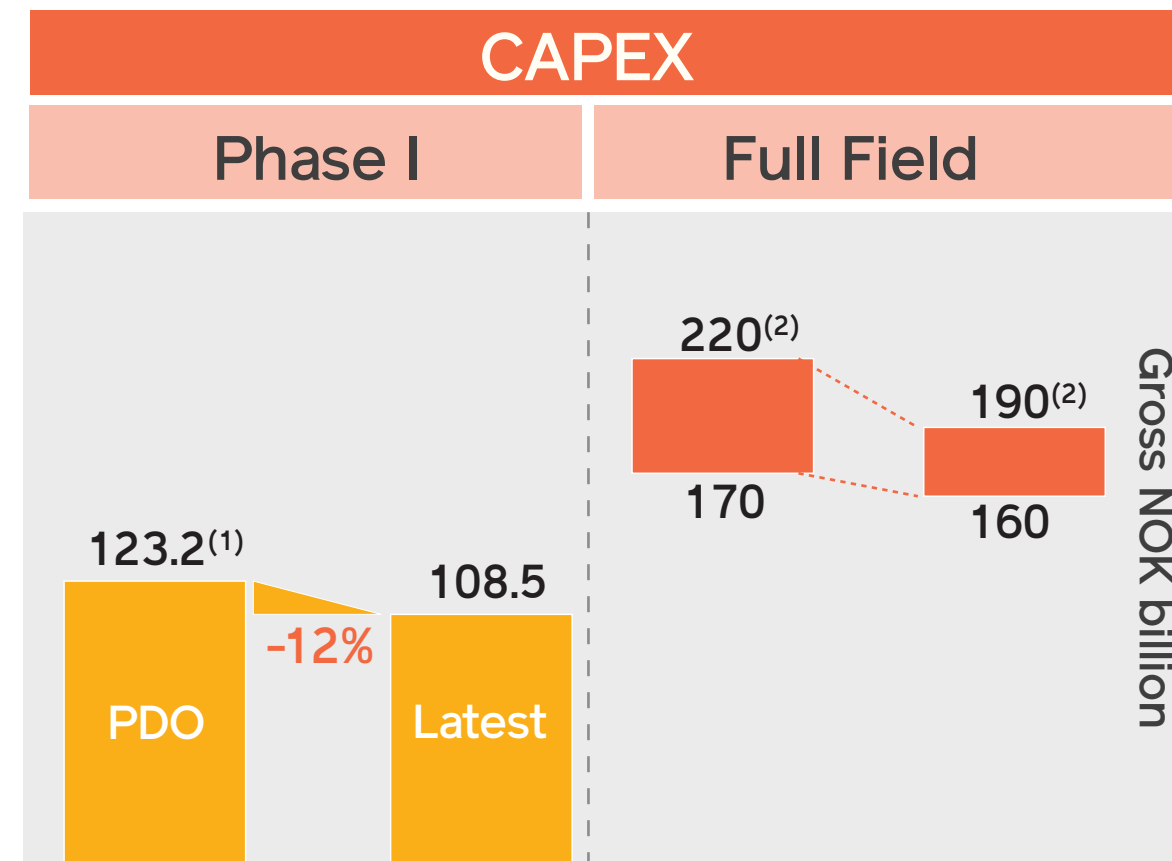
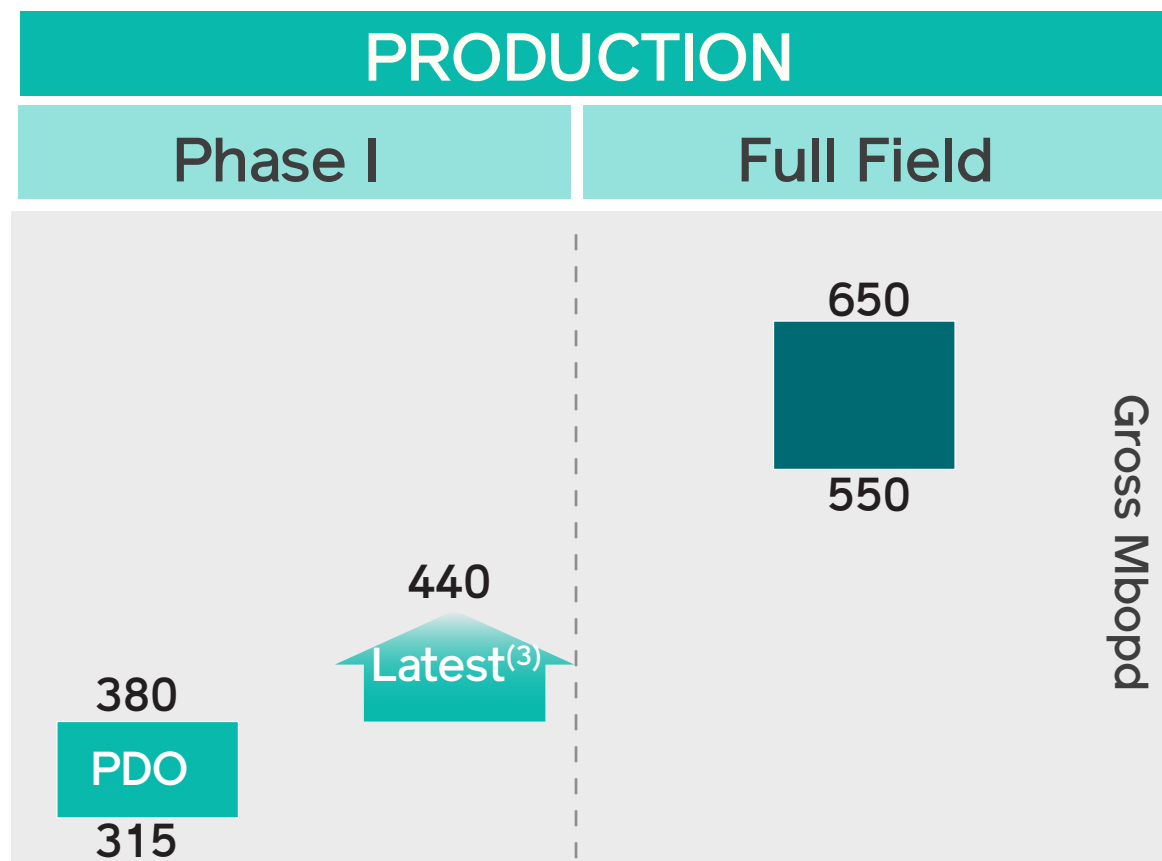


Gross Reserves: 1.65 - 3.0 billion boe

Quality Assets

Johan Sverdrup

⇒ **First Oil Q4 2019**



(1) Nominal, NOK6:USD (2) Real 2016, NOK6:USD (3) Latest debottlenecking

Organic Growth Proven Track Record

Alta / Gohta
2013 – 2014

830 MMboe
of net commercial
resources discovered
by Lundin in Norway

Johan Sverdrup
2010

351
MMboe

Edvard Grieg
2007

2,270
MMboe

Alvheim / Volund
2004 – 2005

207
MMboe

407
MMboe



Note: all resource numbers are gross

Norway

Southern Barents Sea

Discoveries Barents Sea

~ 1 billion boe discovered recently

Development

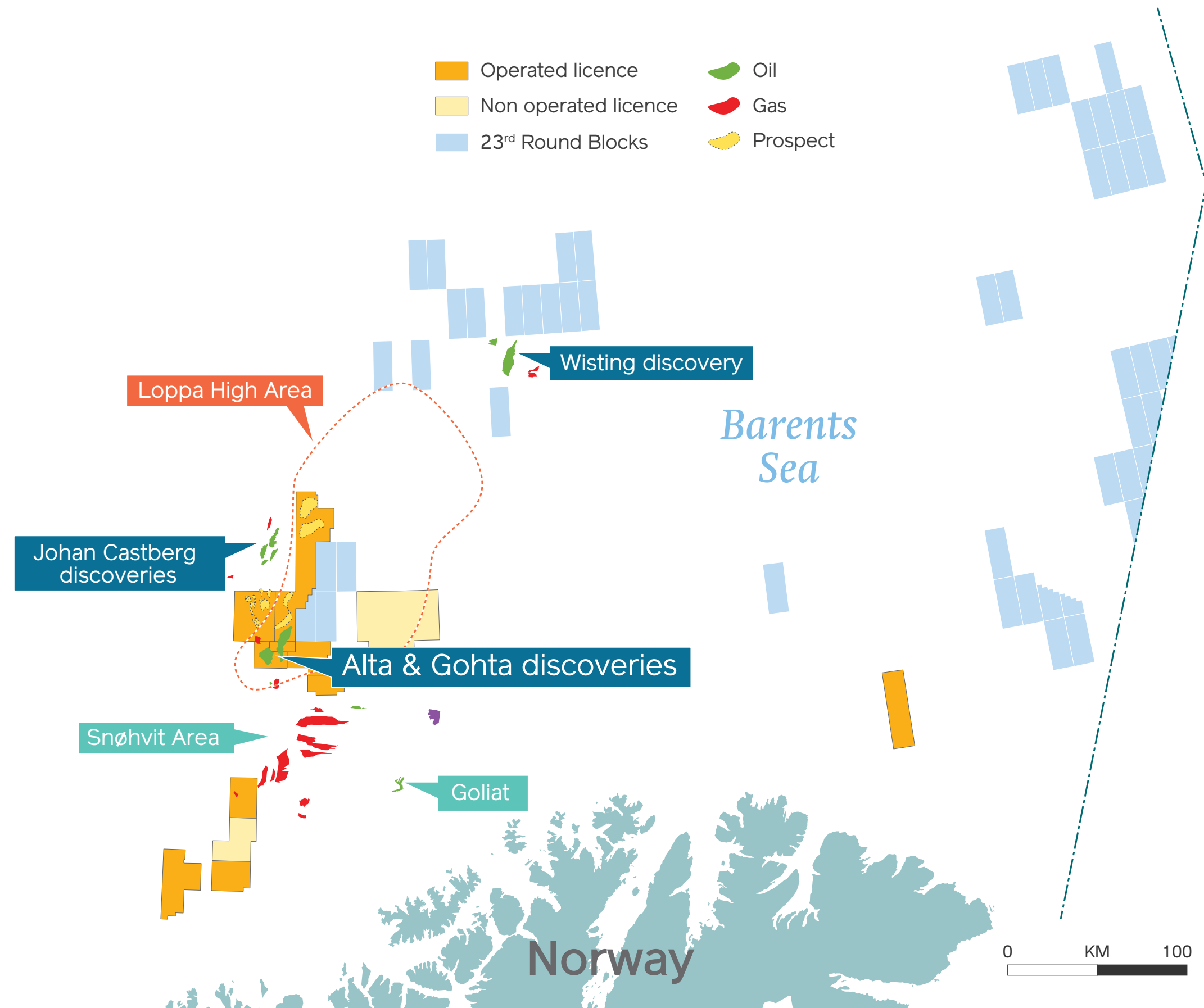
Johan Castberg, ~550 MMbbl
Breakeven <45 USD/bbl⁽¹⁾

Reserves

Snøhvit → 1.67 bn Boe ⁽²⁾
Goliat → 180 MMboe ⁽²⁾ ⁽³⁾

Yet to Find Barents Sea

8.8 billion barrels ⁽²⁾, ~100 wells



⁽¹⁾ Statoil CMU Feb'16, ⁽²⁾ NPD, ⁽³⁾ Expected startup in 2016

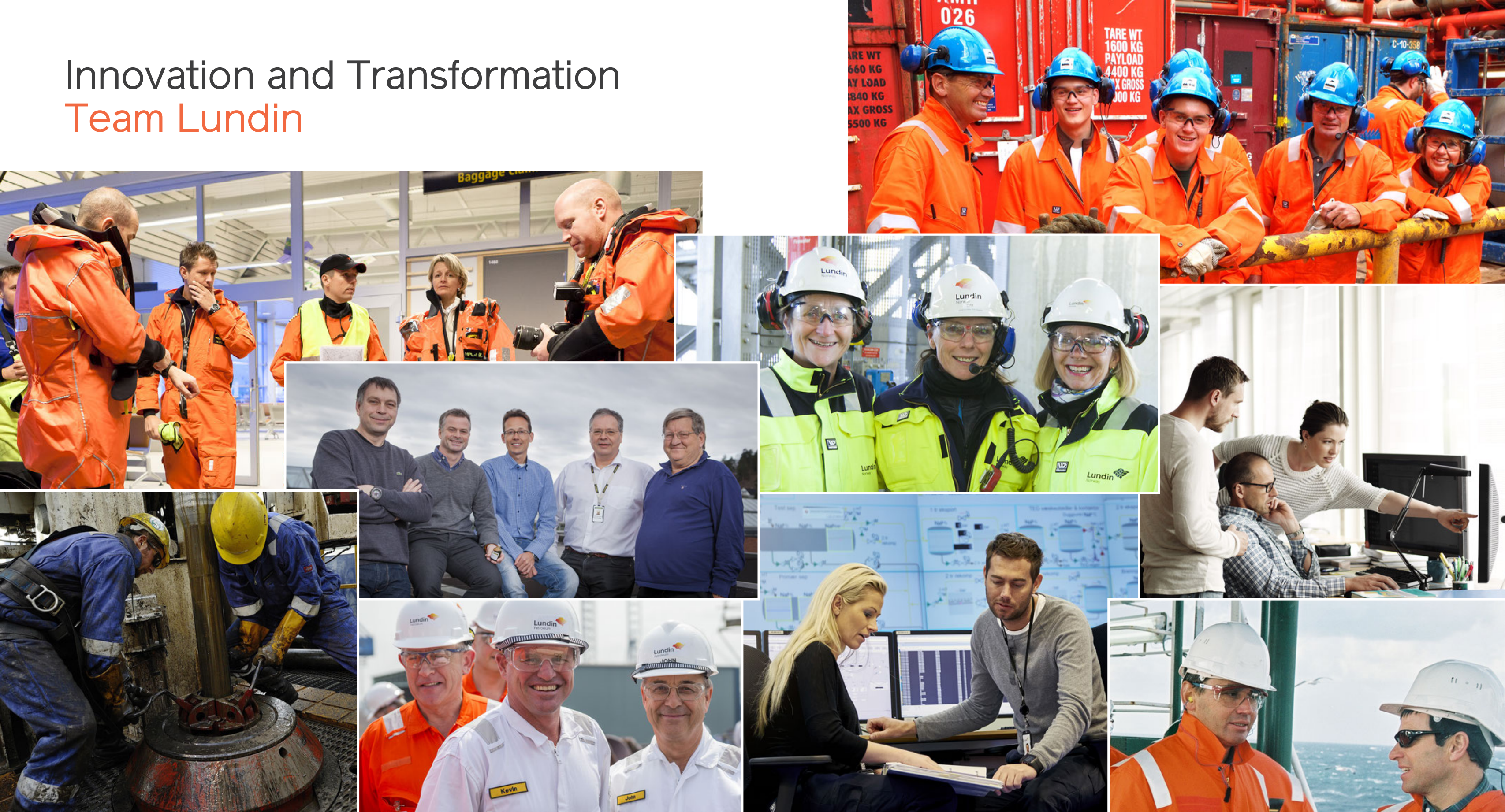
Corporate Responsibility First Sustainability Report

“ *Our vision is to provide society with energy that is being developed in a responsible and efficient way* ”



Innovation and Transformation

Team Lundin



Lundin

Petroleum

