



October 20, 2020

Press Release

Company Name: Idemitsu Kosan Co.,Ltd.
 Representative Director & Chief Executive
 Officer: Shunichi Kito
 (Company Code: 5019, TSE, First Sect.)
 Contact person:
 Munehiro Sekine, General Manager,
 Investor Relations Office, Finance Department
 (TEL: +81-3-3213-9307)

Idemitsu Petroleum Norge to sell part of participating interests of Production Licenses in Barents Sea, Norway

Idemitsu Kosan Co.,Ltd. (the “Company”) is pleased to announce that Idemitsu Petroleum Norge AS*¹ (Head Office: Oslo Norway; Managing Director: Futoshi Tsuneyama), a wholly owned subsidiary of Idemitsu Snorre Oil Development Co., Ltd. (Head Office: Chiyoda-ku, Tokyo; President: Jun Miki)*², has entered into an agreement with Lundin Energy Norway AS (Head Office: Oslo Norway), to sell a 10% participating interest in production licenses PL 537 & PL 537B including Wisting discovery and a 15% participating interest in production licenses PL 609, PL 609B, PL 609C, PL 609D and PL 851 including Alta discovery in the Barents Sea, Norway.

*¹: Shareholder: Idemitsu Snorre Oil Development Co., Ltd. (100 %)

*²: Shareholders: Idemitsu Kosan Co.,Ltd. (50.5 %), Osakagas Summit Resources Co., Ltd. (49.5 %)

1. Overview

Idemitsu Petroleum Norge AS acquired a 20% participating interest in PL537 & PL537B, and a 30% participating interest in PL 609, PL 609B, PL 609C, PL 609D and PL 851 through the Norwegian licensing rounds. The Wisting and Alta discoveries were made in PL 537 in 2013 and PL 609 in 2014 respectively. Studies are ongoing with a view to progressing these discoveries to development.

The transaction is part of the Company’s long-term business strategy, and capital and cash management plan. It will reduce development cost exposure in future. A cash consideration of 125 MUSD is to be paid on completion of the transaction.

Change of license share in the production licenses in Barents Sea

PL 537 • PL 537B

Company Name	License Shares	
	Before Transaction	After completion of Transaction
Idemitsu Petroleum Norge AS	20%	10%
Lundin Energy Norway AS	-	10%

PL 609 • PL 609B • PL 609C • PL 609D • PL 851

Company Name	License Shares	
	Before Transaction	After completion of Transaction
Idemitsu Petroleum Norge AS	30%	15%
Lundin Energy Norway AS	40%	55%

2. Summary of Lundin Energy Norway AS

(1)	Name	Lundin Energy Norway AS	
(2)	Location	Strandveien 4, 1366 Lysaker, Oslo, Norway	
(3)	Main Business Activities	Exploration, production and sale of petroleum in Norway	
(4)	Date established	24 October 2003	
(5)	Parent Company	Lundin Energy AB (Listed on the Stockholm Exchange Market)	
(6)	Relationship between the listed company and the concerned company	Capital relations	There is no relevant information.
		Personal relations	There is no relevant information.
		Business relations	There is no relevant information.
		Related parties to the relevant situation	There is no relevant information.

3. Schedule

(1)	Date of contract	October 2, 2020 (Subject to approval of the board of Idemitsu Kosan Co.,Ltd.)
(2)	Date of board of directors' decision	October 20, 2020
(3)	Date of completion of the transaction	Undecided*

*Note: Completion of the transaction is subject to the approval of the Norwegian authorities.

4. Forecasts

Due to the date of completion of the transaction being subject to the approval of the Norwegian authorities, the impact on the Company's consolidated performance for this financial year is pending at the present time. Any further information concerning this matter that ought to be released, will be promptly disclosed.