

From: The Election Committee of North Energy ASA

To: The General Meeting of North Energy ASA

Nomination of members of the Board and Election Committee of North Energy ASA 2017

The Nomination Committee held several meetings with the Chairman and CEO in advance of the forthcoming General Meeting of North Energy ASA (NE ASA) on June 1, 2017. They have also been in contact with some of the Company's major shareholders.

The Company's General Meeting in 2016 resolved to change the Company's organizational structure so that NE ASA serves as a holding company, with operations to be carried out by its subsidiaries. Petroleum activities in NE ASA were transferred to North E&P AS, formerly Explora Petroleum. Many licenses have been returned, investment commitments are minimal and the Company has made further reductions to staff. Other investments have been added to North Energy Capital AS.

Investments in Explora Petroleum and the Norwegian Energy Company have resulted in a much-strengthened financial standing for the Company. This allowed for the Company's first dividend issue to the shareholders of NE ASA.

NE ASA is currently working to identify opportunities within several business areas. So far, the investment in Reach ASA is the largest. This work is primarily being carried out because the Company has engaged North Advisors, which consists of Anders Onarheim, Rachid Bendriss and Didrik Leikvang. All have significant experience in relevant business areas and significantly increasing ownership interests in NE ASA.

The Board has held 10 physical meetings and 5 telephone meetings. Collaboration with the employee representative has functioned well. The written Board evaluation that was submitted by the Board to the Nomination Committee shows that the Board is working well. Responsibilities have been delegated and roles well-defined within the new and more complex corporate structure.

NE ASA has completed much of the strategy that was launched in early 2016 by the end of 2016. The Nomination Committee considers the Board well-positioned to continue the implementation of the strategy. It is therefore proposed that all the current Board members be re-elected.

These are:

Anders Onarheim (Chairman)

Elin Karfjell

Jogeir Romestrand

In addition, it is desirable that the employees are represented with one board seat.

All members of the Nomination Committee are elected for two year terms, and there is no election in the current year.

These are:

Rabbe E Lund (leader)

Merete Haugli

Hans Kristian Rød

The suggestion for amended Board fees is NOK 225,000 per shareholder-elected member. The employee-elected member will continue to receive a compensation of NOK 100,000.

Honorariums apply irrespective of the number of meetings held. There is no distinction between Board leader and member, as the leader also receives an honorarium through North Advisors.

The nomination committee fee was unchanged at:

NOK 65,000 for leader

NOK 20,000 for member

Rabbe Lund

3.5 2017