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16 March 2016

## **Sequa Petroleum N.V. Announces Proposed Secured Bond Offerings**

Sequa Petroleum N.V. (the “**Company**”) announces proposed secured bond offerings to finance its plans in relation to the acquisition of a 15% interest in Gina Krog. This acquisition agreement was announced on 19 October 2015 and the Company released updated information on Gina Krog on 14 March 2016.

The Company, through its wholly-owned subsidiary Tellus Petroleum AS, is planning the issuance of up to USD 275 million senior secured bonds due 2019 in the Nordic bond market. These bonds will be secured by a first lien security over the Gina Krog interest that is being acquired.

In addition, the Company is planning the issuance of up to USD 200 million second lien secured high yield bonds due 2021. These bonds will be secured by a second lien security over the Gina Krog interest that is being acquired, and a first lien security over the Company's shareholding in Tellus Petroleum Invest AS, among other things. Anoa Capital SA has been engaged as lead manager and bookrunner for the high yield bond issue.

Sapinda companies, as strategic shareholders, have provided USD 123 million in equity funding commitments to the Company, of which approximately USD 80 million will be utilised to complete the transaction, with the remainder available for ongoing corporate costs.

As part of the funding process, the Company will be seeking consents from holders of its outstanding USD 204.4 million existing Convertible Bonds due 2020 and issued by the Company in April 2015. These consents will allow the Company and its subsidiaries to provide all security interests required for the proposed financing structure, and to extend the maturity date of the existing Convertible Bonds to 29 April 2022. The issuance of the Tellus Petroleum AS senior secured bonds and the Company's secured high yield bonds is conditional on the successful completion of such exercise. The further USD 95.6 million Convertible Bonds due 2020, previously issued and held on behalf of the Company, have been cancelled.

## **About the Company**

The Company is an oil and gas company registered in the Netherlands, with its principal office in London and listed on Euronext Marché Libre. In 2014, the Company established an operating presence in Kazakhstan, acquiring 75% of the Aksai licence which has subsequently been drilled and is currently being evaluated. In 2015, the Company established a presence in Norway, acquiring Tellus Petroleum Invest AS as a 100% subsidiary. Tellus Petroleum AS, a wholly owned subsidiary of Tellus Petroleum Invest AS, has subsequently entered into a sale and purchase agreement with Total to purchase a 15% interest in the Gina Krog field and with OMV to acquire approximately 0.6% of the Ivar Aasen field.

The Company's audited financial statements for the year ended 31 December 2015 are available on the Company's website at <http://www.sequa-petroleum.com/corporate/>.

**For more information please visit [www.sequa-petroleum.com](http://www.sequa-petroleum.com) or contact:**

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