

11th February 2008

Faroe Petroleum plc
("Faroe Petroleum" or "the Company")

Faroe Petroleum Awarded a Further Five New Licences in Norway

Faroe Petroleum, the AIM listed oil and gas company focusing on exploration, appraisal and undeveloped field opportunities in the Atlantic Margin, the North Sea and Norway, announces that it has been awarded five further Norwegian licences under the 2007 APA (Awards in Predefined Areas) Round, as announced by the Norwegian Ministry of Petroleum and Energy on Friday 8th February .

The following licences have been awarded to Faroe Petroleum in two areas of the Norwegian Continental Shelf:

Norwegian Sea

- **PL475 (part blocks 6406/3 and 6407/1)**

Faroe Petroleum: 30%

The Company has been awarded a 30% participating interest in a licence in the Grinda Graben between the Trestakk and Tyrihans fields, building on its existing position in the Norwegian Sea. Faroe Petroleum applied together with Revus (operator), Centrica and Concedo. The licence contains the Santana and Carlos prospects, as well as seven further prospects and three further leads. Some of the prospects potentially form an extension of the existing hydrocarbon columns within the Trestakk Field. The work commitment involves reprocessing of the existing 3D seismic data over the entire area and the drilling of one firm well within three years.

- **PL477 (part block 6506/11)**

Faroe Petroleum: 30%

Faroe has been awarded a 30% participating interest with Centrica (operator) and Petro-Canada, in a licence located between the Smørbukk and Morvin fields. This is the result of a continuing cooperation between these companies established for the APA 2006 Round. The licence is located immediately to the south of the Company's PL433 (Fogelberg) licence, and contains the Middle Jurassic Cooper Prospect, a Lower Cretaceous gas discovery and an additional lead. The work commitment requires the acquisition of a new 3D seismic survey over the prospective area and a drill-or-drop decision within three years.

- **PL478 (part blocks 6507/7 and 10)**

Faroe Petroleum: 30%

The Company has been awarded a 30% participating interest, again with Centrica (operator) and Petro-Canada, in a licence located to the east of the Smørbukk Field, and Faroe's PL431 (T-Rex) and PL433 (Fogelberg) licences. The licence contains the Manilow Prospect, a potentially large downthrown Middle Jurassic structure, and the Upper Jurassic Whitesnake Prospect. The

work commitment requires the acquisition of a new 3D seismic survey over the prospective area and a drill-or-drop decision within three years.

Norwegian North Sea

- **PL405 B (part block 7/12)**
Faroe Petroleum: 30%
Faroe has been awarded a 30% participating interest with Centrica (operator) and Petro-Canada, adjacent to the Company's existing licence PL405, and contains an extension to the Butch Cassidy Prospect and the Bank Prospect. The work commitment is the same as the existing PL405 work programme, with a drill-or-drop decision by February 2009.
- **PL452 (part block 7/12)**
Faroe Petroleum: 30%
The Company has been awarded a 30% participating interest with Centrica (operator) and Petro-Canada located to the west of licence PL405. This licence contains the Upper Jurassic Etta Prospect and a further lead. The work commitment is similar to PL405, with a drill-or-drop decision to be taken after one year.

These five additional licences in Norway, add significantly to assets secured through recent transactions with E.ON, Shell and GdF, bringing the total number of licences held by Faroe Petroleum in Norway to sixteen. The new licences build on the key portfolio positions the Company has established in the Norwegian Sea and Central Graben. These awards further confirm Faroe Petroleum as a significant player in the Atlantic Margin and the North Sea regions.

Norway ranks as one of the world's largest exporters of oil and gas, it has a very high technical discovery rate and it holds very significant undiscovered resources. In addition, the Norwegian Government offers a 78 per cent rebate on all exploration expenditure, all of which combine to make Norway a very attractive country for the Company to pursue its strategic objective of creating substantial value.

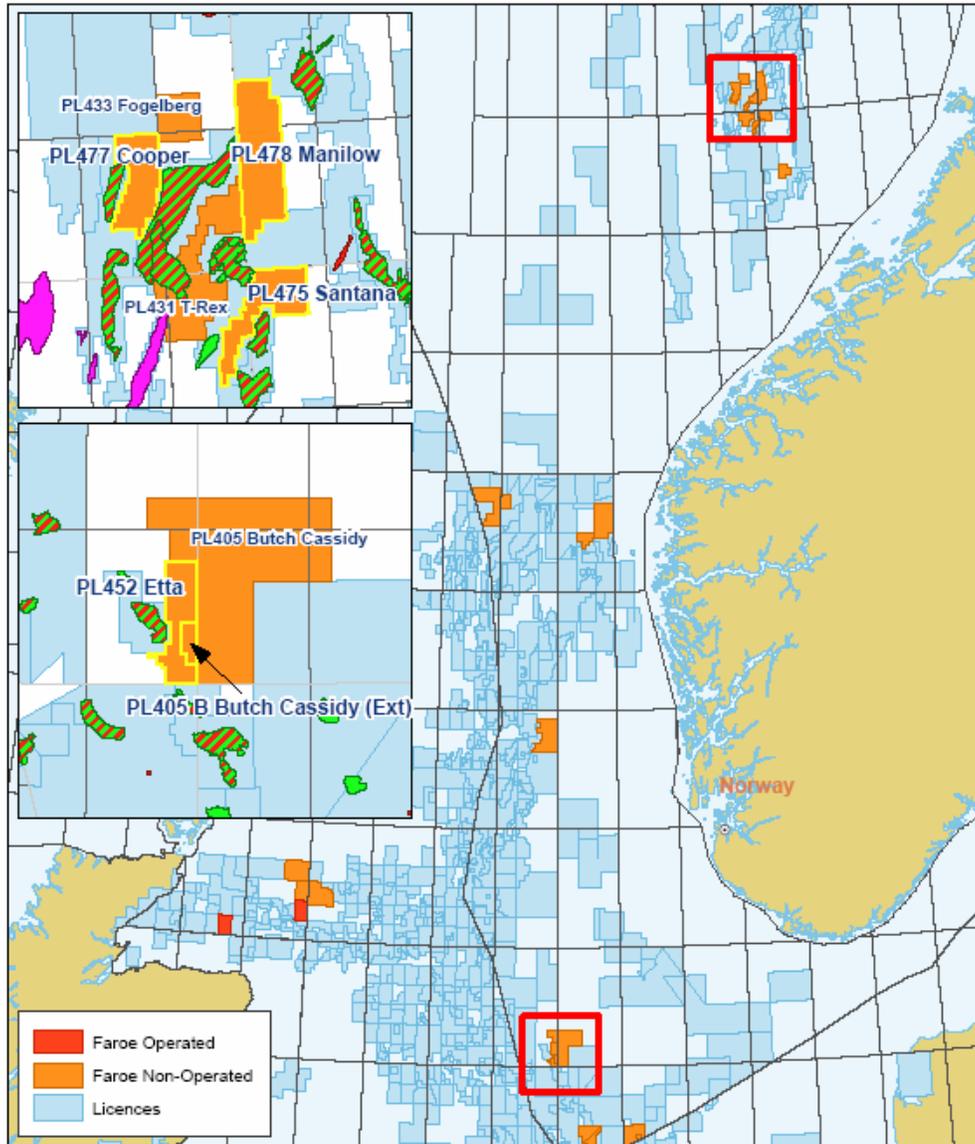
Graham Stewart, Chief Executive of Faroe Petroleum, commented:

"We are delighted with these five additional awards, establishing now for Faroe Petroleum a very significant portfolio of attractive exploration prospects in Norway. Our highly experienced team have again demonstrated the Company's ability to secure high quality assets, in a very competitive market and in partnership with world class operators. The Company now looks forward to drilling its first two Norwegian exploration wells this year."



Faroe Petroleum

APA2007 Awards



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Andrew Roberts, who is a Geophysicist (BSc. Joint Honours in Physics and Chemistry from Manchester university), exploration manager of Faroe Petroleum Norge AS and who has been involved in the energy industry for more than 25 years, has read and approved the technical disclosure in this regulatory announcement.