

20 October 2008

Faroe Petroleum plc

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

Field Development Plan Submitted for Trym Oil and Gas Field in Norway

Faroe Petroleum, the independent oil and gas company focusing principally on exploration, appraisal and undeveloped field opportunities in the Atlantic Margin, the North Sea and Norway, is pleased to announce that Trym field operator, DONG Energy (40%) and licence partners Bayerngas (50%) and Faroe Petroleum (10%) have submitted the field development plan ("FDP") for the Norwegian oil and gas field Trym.

As announced in November last year, Faroe acquired the 10% interest in the Trym field as part of a cross-border package transaction with Shell. Trym is situated in the Norwegian part of the North Sea, immediately north of the Danish/Norwegian border and will be connected to the Danish DUC Production platform Harald, via a six kilometre long cross border pipeline. The development will involve a subsea installation with two horizontal wells which will be connected to and controlled from the Harald platform. Gas from Trym will be transported onwards from Harald by pipeline to the Tyra platform in Denmark and thereafter landed in either Nybro in Denmark or Den Helder in Holland. Oil and condensate will be transported by pipeline from Harald via the Gorm field to Fredericia in Denmark.

The FDP has been submitted and is expected to be approved by the Norwegian authorities by 1 January 2009. Field operator DONG Energy expects Trym production to commence towards the end of 2010.

Graham Stewart, Chief Executive of Faroe Petroleum, commented:

"We are very pleased to announce this progress in the Trym field development. Trym is a high quality field close to infrastructure, and with significant reserves.

"The considerable cashflow generated from Trym oil and gas sales will make a meaningful contribution towards financing Faroe Petroleum's ongoing drilling programme. This is a good example of how we leverage our growing production portfolio."

Trine Bjørvik, who has a degree in Petroleum Engineering from Rogaland Regional College 1982 and an MBA from the Norwegian School of Business and Administration is Asset Manager at Faroe Petroleum, has been involved in the energy industry for more than 25 years and has read and approved the technical disclosure in this regulatory announcement.

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Notes to Editors

The Company is actively building a balanced portfolio of operated and non-operated exploration and appraisal properties, with significant stakes and an active work programme. Faroe Petroleum has through successive licence applications and acquisitions built a substantial portfolio of exploration, appraisal and development assets across the Atlantic Margin, the UK and Norwegian North Sea and the Norwegian Sea. The 49 licence portfolio provides considerable spread of risk and reward, encompasses eight licences West of Shetlands, five licences offshore the Faroe Islands, six licences in the Moray Firth area of the UK Central North Sea, ten licences in the Southern gas basin and twenty licences in the Norwegian North Sea and Norwegian Sea. Faroe Petroleum joint venture partners include BP, Chevron, ConocoPhillips, DONG, DSM, Eni, E.ON Ruhrgas, GDF, Oilexco, OMV, RWE, Shell and Statoil all of which have an outstanding track record in oil and gas exploration and development.

The Company is well financed and is pursuing an active, fully funded drilling programme with wells in each of its core areas being drilled over the coming 18 months.

Faroe Petroleum is quoted on the AIM Market of the London Stock Exchange with offices in Aberdeen, Stavanger and Torshavn. The Company has a highly experienced team of professionals focused on creating exceptional value for its shareholders.



Plan for Development and Operation
PL 147 / Trym

bayerngas


Faroe Petroleum plc

DONG
energy