

9 November 2011

Faroe Petroleum plc (“Faroe Petroleum”, the “Company”)

T-Rex exploration well commences in Norwegian Sea

Faroe Petroleum, the independent oil and gas company focusing principally on exploration, appraisal and production opportunities in the Atlantic margin, the North Sea and Norway, is pleased to announce that drilling has commenced on the T-Rex prospect (Faroe 30%), located in the Norwegian Sea.

The T-Rex prospect (Blocks 6506/12, 6406/2&3 part) is situated next to the Statoil operated Smørbukk fields on the Halten Terrace in the Norwegian Sea, an area where the Company made the Fogelberg and Maria discoveries in 2010. The main targets in the T-Rex well (6406/3-9) are lower Cretaceous sandstones of the Lange and Lysing Formation, which have already been tested and flowed oil in thin sand intervals in well 6506/11-2 (drilled by Statoil in 1991) at the edge of the prospect. The sands are expected to improve in thickness and properties down-dip over the T-Rex prospect.

The drilling operation, to be undertaken by Maersk Oil as operator (70% participating interest), using the Transocean Winner drilling rig, is expected to be completed early in the New Year, 2012.

The T-Rex licence was awarded to Faroe Petroleum in the Norwegian APA (Awards in Predefined Areas) 2006 Licensing Round.

Graham Stewart, Chief Executive of Faroe Petroleum plc, commented:

“We are very pleased to announce the spudding of the second of our three 2011 Norwegian exploration wells. The T-Rex prospect is situated in a well defined area and one in which Faroe has significant proprietary experience. The well is a potential play opener in this prolific region with considerable follow up potential.

In the meantime drilling also continues on the sidetrack to the recent Butch discovery, to appraise for additional volumes of oil further down on the large salt-induced structure, in order to locate the oil water contact.

The Norwegian Kalvklumpen exploration well is also expected to spud in December, making this a particularly exciting period in our exploration programme.”

For further information please contact:

Faroe Petroleum plc
Graham Stewart, CEO

Tel: +44 1224 650 920

Panmure Gordon (UK) Limited
Katherine Roe/Callum Stewart

Tel: +44 20 7459 3600



Oriel Securities Limited
Michael Shaw/Ashton Clanfield

Tel: +44 20 7710 7600

FTI Consulting
Billy Clegg/Edward Westropp

Tel: +44 20 7831 3113

Jan-Tore Paulsen, Exploration Manager Norway of Faroe Petroleum and a Geophysicist (MSc. in Geophysics from University of Bergen), who has been involved in the energy industry 15 years, has read and approved the technical disclosure in this regulatory announcement.

Notes to Editors

The Company has, through successive licence applications and acquisitions, built a substantial portfolio of exploration, appraisal, development and production assets across the Atlantic Margin, the UK and Norwegian North Sea and the Norwegian Sea. Faroe Petroleum has extensive experience working with major oil companies and its joint venture partners include BP, Chevron, DONG, ENI, E.ON Ruhrgas, GDF, OMV, RWE Dea, Statoil and Wintershall.

The Company's licence portfolio provides considerable spread of risk and reward, encompassing over 40 licences located in the West of Shetlands, offshore the Faroe Islands, the UK North Sea and Norway. In addition Faroe Petroleum currently has interests in six producing oil and gas fields in the UK and Norway, including the recently completed acquisition of an 18% equity interest in the Blane oil field in the UK. Faroe Petroleum announced in April 2011 the swap of its 30% interest in the Maria discovery in Norway for interests in the producing Njord, Brage and Ringhorne East fields in Norway, in a transaction with state-owned Petoro.

Faroe Petroleum is quoted on the AIM Market of London Stock Exchange plc with offices in Aberdeen, Stavanger and Torshavn. The Company is well financed with a fully funded drilling programme extending into 2013 and has highly experienced technical teams at the leading edge of seismic and geological interpretation, reservoir engineering and field development, focused on creating exceptional value for its shareholders.



Map Showing T-Rex Prospect

