

## Forecast Revenue per Barrel Calculation



	- A 190	
40,000 boe per day	14,600,000	boe
	USD	
Assume forecast sale price per barrel	34.00	- No.
	000	- Miles
Government take	-2.00	12
Gas price differential	-0.50	十.P.V.
Quality differential UK	-0.50	
Inventory movement	-0.25	
Effective sale price per barrel	30.75	
Hedging effects (6,000 @ 29.00)	-0.75	); -
Tariff receipts and other operating income	3.25	
Effective Revenue per Barrel	33.25	78

#### Forecast Net back Calculation for 2005



	USD per boe	
Revenue	33.25	
Operating cost Depletion	-13.00 -8.00	
Operating Margin	12.25	
General and admin expenses Financial items Profit before tax	-0.75 -0.50 11.00	
Tax	-4.00	
Net Profit after Tax	7.00	

### **Assumptions**

- Budget interest rate: 3.6%

- Budget exchange rates: GBP 1: USD 1.85

Euro 1: USD 1.30 USD 1: NOK 6.15

#### Forecast Tax 2005



usu per boe

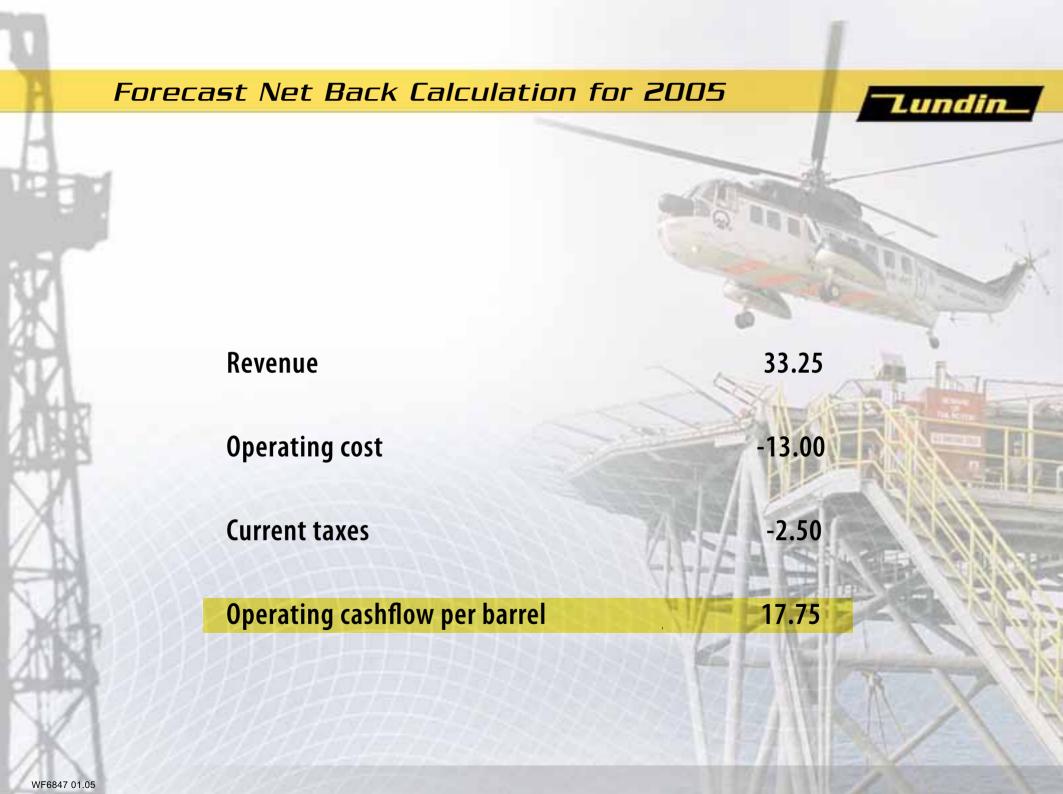
Current corporation tax 2.30

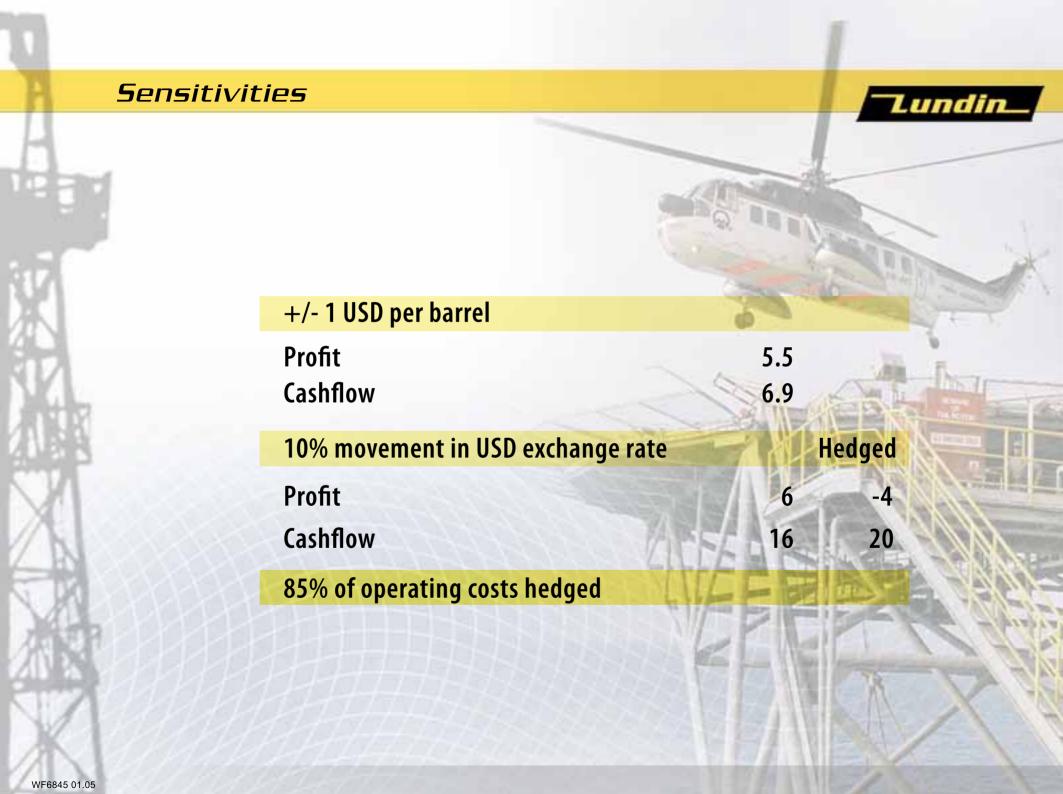
Deferred corporation tax 1.40

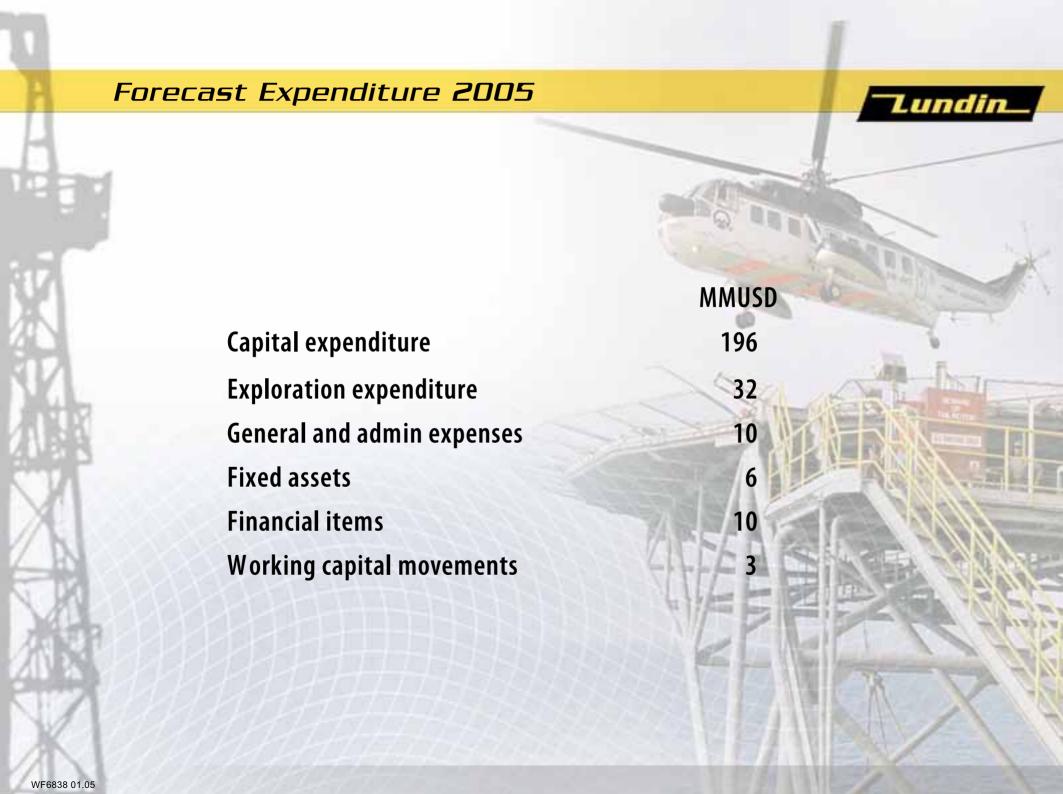
Current petroleum tax 0.20

Deferred petroleum tax 0.10

Forecast tax charge per barrel 4.00







### Liquidity



M	MU	ISD
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Lundin Loan Facility	385
Heather Letter of Credit	35
Cash Drawable Portion of Facility	350

Borrowing base facility whereby Lundin can draw 2/3 of NPV of assets. Current drawable value is in excess of cash drawable portion of facility.

Balance outstanding 31 December 2004	205
	1000
Cash Balances 31 December 2004	40
Net Debt Position 31 December 2004	165

## Hedging



# **Oil** price

Quantity	Price USD	Period	Trade date
3,000 boepd	28.40 Dated Brent	Cal 05	11/3/04
3,000 boepd	29.60 Dated Brent	Cal 05	19/4/04

### **■** Interest rate

Hedged amount	Interest rate	Expires	Trade date
USD 85,000,000 reducing semi-annually	3.49%	12/06	22/10/02
USD 40,000,000	2.32%	3/07	11/3/04

# Currency

Hedged amount	Average rate	小后上图	Trade date
GBP 35 million	GBP:USD 1.88	Cal 05	12/01/05
Euro 13 million	Euro:USD 1.33	Cal 05	12/01/05
NOK 35 million	USD:NOK 6.14	Cal 05	12/01/05
CHF 10 million	USD:CHF 1.15	Cal 05	12/01/05

### IFRS Implementation



- Currently report under Swedish GAAP
- **IFRS implemented from 1 January 2005**
- Transition period 1 January 2004
- Only material change is recording of employee stock options
- Report on IFRS in 2004 year end press release