

# *Lundin Petroleum EGM*

**Lundin**

etrion

## *Distribution of Lundin Petroleum's Shares in Etrion Corporation*

*EGM, Stockholm  
4 November 2010*

**etrion**

- ➔ **Develops, builds, owns and operates solar power plants in Italy**
- ➔ **Listed on Toronto Stock Exchange (ticker "ETX"), to be dual-listed on NASDAQ OMX Stockholm**
- ➔ **Market capitalisation of CAD 160 million / SEK 1.05 billion as of 1 November 2010**
- ➔ **Main shareholders prior to distribution:**
  - ➔ 40% Lundin Petroleum
  - ➔ 12% Lundin family trusts
  - ➔ 2% Directors and management

**Montalto - Lazio, Italy****Helios ITA - Puglia, Italy**

etrion

- **Market drivers for renewable energy**
  - ➔ Increasing global demand for energy
  - ➔ Favourable regulatory trends for renewable energy
  - ➔ Improving technologies and decreasing costs
  
- **Solar energy market**
  - ➔ Potential for solar energy greater than other renewables energy forms (for example, low variability in annual solar irradiation)
  - ➔ One of the fastest growing energy sources globally
  - ➔ Attractive economics: stable revenues, decreasing equipment costs, minimal operating costs

SVE - Puglia, Italy

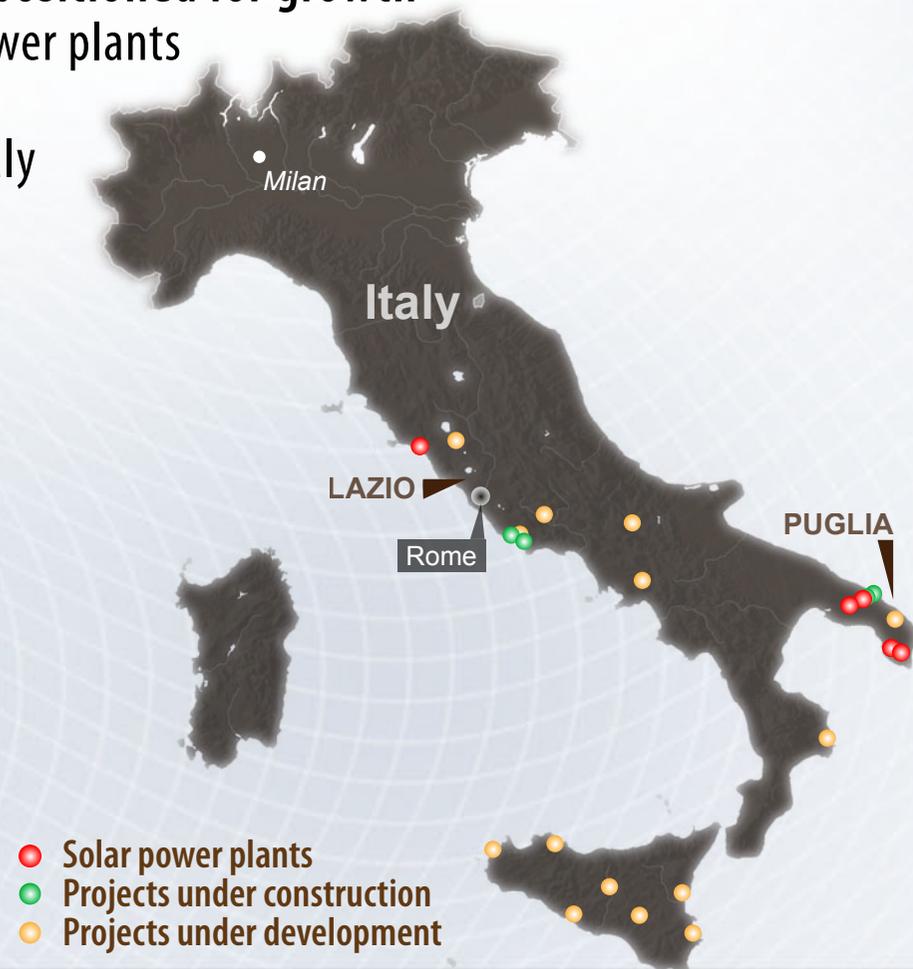


Borgo Piave - Lazio, Italy



## etrion

- ➔ **Portfolio of solar power projects strategically positioned for growth**
  - ➔ 40 megawatts (MW) of operational solar power plants
  - ➔ 8 MW of solar parks under construction
  - ➔ 200 MW of solar development pipeline in Italy
- ➔ **Experienced management team with proven track record in solar energy**
- ➔ **Attractive industry fundamentals and strong government support in Italy**
- ➔ **Long-term contracted financial parameters**
  - ➔ Bond-like cash flow features





## ➤ Management

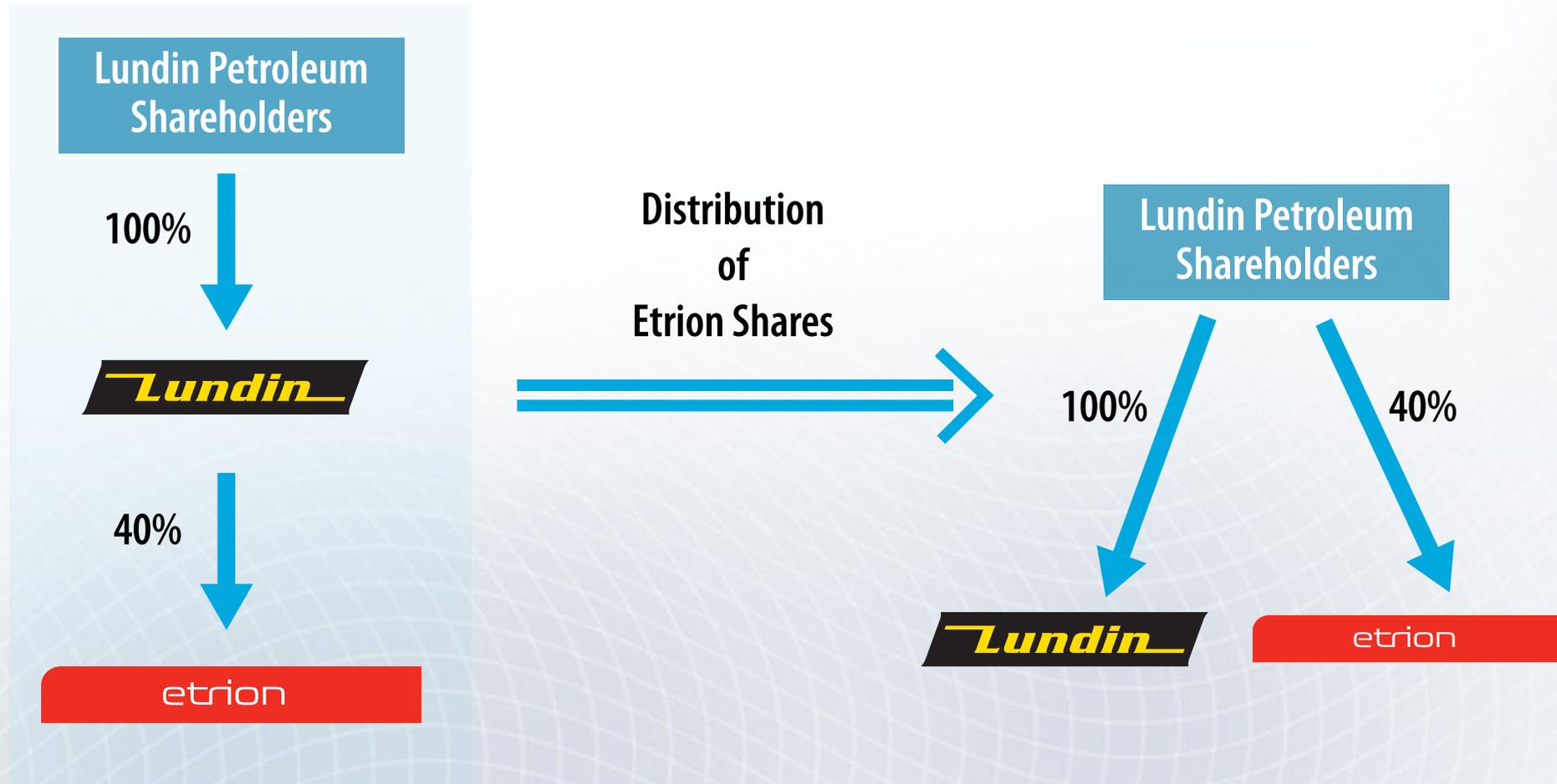
- ➔ Marco A. Northland, CEO and Director: co-founder of Etrion and previously head of European operations for SunPower
- ➔ Garrett Soden, CFO
- ➔ Michael Sommer, VP Business Development
- ➔ Fernando Alvarez, VP Engineering and Construction

## ➤ Management team has brought to commercial operation more than 100 MW of solar projects in Europe

## ➤ Board of Directors:

- ➔ Ian H. Lundin, Chairman
- ➔ Marco A. Northland, CEO and Director
- ➔ C. Ashley Heppenstall, Director
- ➔ John H. Craig, Director
- ➔ Aksel Azrac, Director

## Distribution to Lundin Petroleum Shareholders



- ➔ Etrion shares listed on Toronto Stock Exchange and to be listed on NASDAQ OMX Stockholm

- **Natural step for Etrion to be separated from Lundin Petroleum now that the company has reached critical mass through a proactive acquisition and development strategy**
- **Solid position as a pure-play solar independent power producer (IPP)**
- **Positive cash flow forecasted for 2011**
- **Non core business to Lundin Petroleum**

## Distribution Mechanism

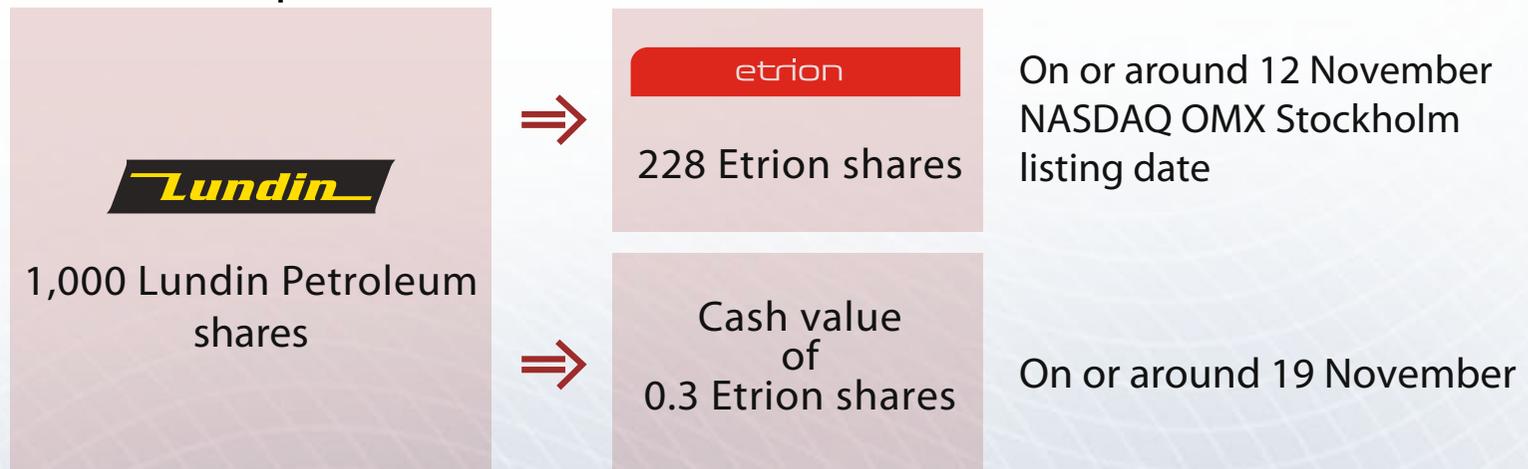


Exchange Ratio

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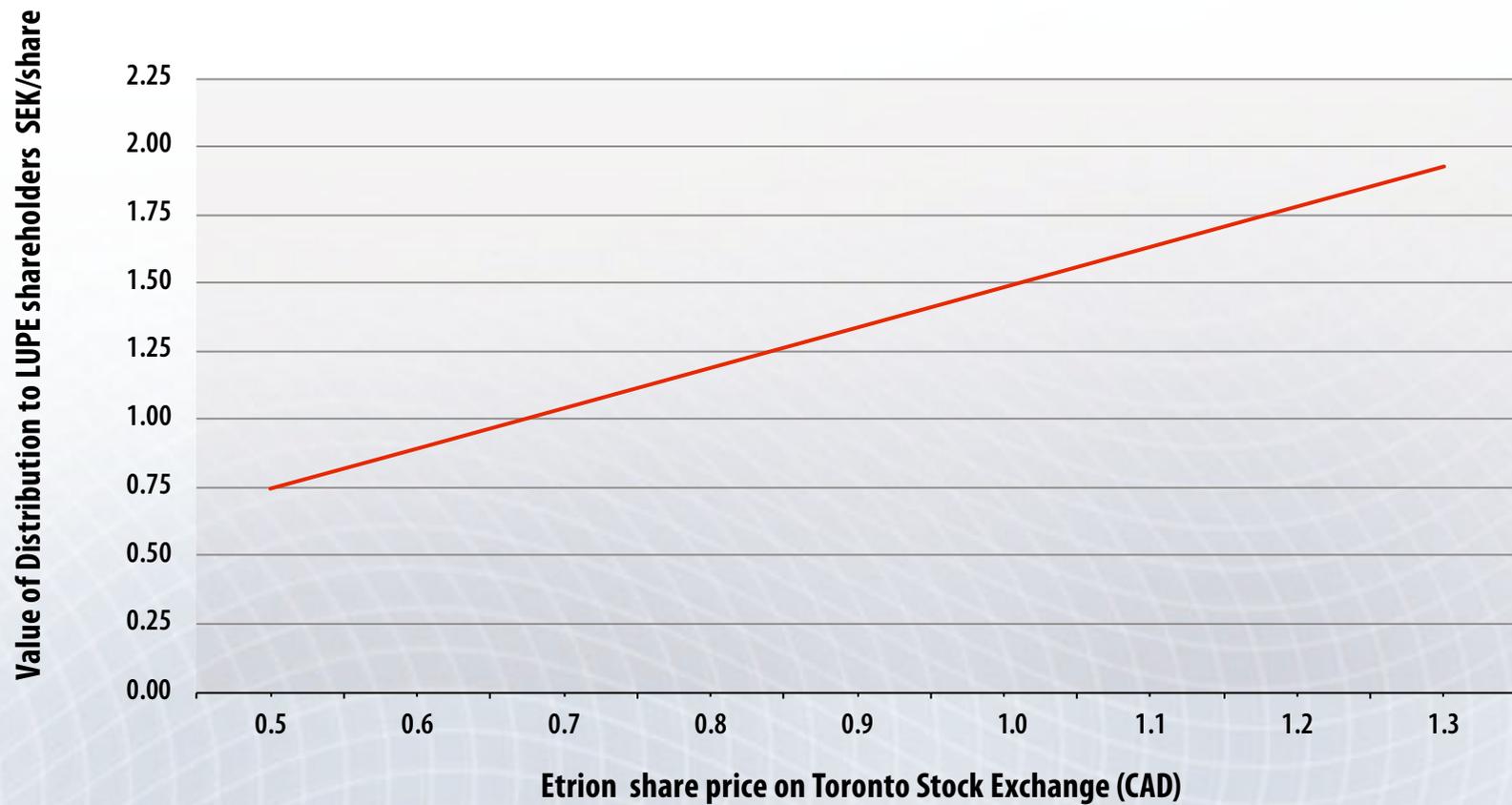
1 : 0.2283

Example



- Shareholders of Lundin Petroleum at the Record Date will continue to hold their existing Lundin Petroleum shares, plus will receive Etrion shares at the above exchange ratio.
- Any fractional Etrion shares will be sold by Carnegie Investment Bank at the market price and the cash proceeds will be paid to shareholders without commission.

## Value of Distribution to Lundin Petroleum Shareholders



➔ Assumes SEK:CAD 6.5

## *Swedish Considerations*



- **Dual listing on NASDAQ OMX Stockholm of Etrion shares**
- **Tax efficient distribution of Etrion shares to Lundin Petroleum shareholders through application of Lex Asea rules**
- **Etrion listing prospectus will be available through Lundin Petroleum website**  
➔ [www.lundin-petroleum.com](http://www.lundin-petroleum.com)
- **Lundin family trusts will own ~25% of Etrion following distribution and will be the largest shareholder of Etrion**

- ➔ **Distribution structured so “Lex Asea” rules applicable**
- ➔ **Dividend is not taxable upon receipt**
- ➔ **Cost base of investment in Lundin Petroleum shares allocated between Lundin Petroleum shares and Etrion shares**
- ➔ **Application will be made to Swedish Tax Agency to confirm allocation**

## *Expected Timetable*



- 5th October      **Announcement**
- 18th October    **EGM notice**
- 4th November    **Lundin Petroleum EGM**
- 10th November   **Record date for Lundin Petroleum distribution of Etrion shares**
- 12th November   **Etrion dual listing on NASDAQ OMX Stockholm. Date for distribution of Etrion shares to Lundin Petroleum shareholders**
- 19th November   **Distribution of cash proceeds of fractional Etrion shares**

- Carnegie will maintain a telephone line to answer questions regarding dividend of Etrion shares:

**+ 46 8 58 86 94 89**

