

9 January 2007

## **LUNDIN PETROLEUM INCREASES RESERVES BY 29%**

**Lundin Petroleum AB ("Lundin Petroleum") is pleased to announce that as at 1 January 2007 its net proven and probable reserves increased to 176.4 million barrels of oil equivalent (MMBOE). This equates to a 29 percent increase to reserves since 1 January 2006 taking into account actual 2006 production.**

The reserves are based upon a third party independent audit conducted by Gaffney Cline with the exception of the Russian reserves. The Russian reserves acquired during 2006 are substantially based upon earlier completed third party reserve reports completed by Ryder Scott and DeGolyer & MacNaughton as adjusted for actual production up to 1.1.2007.

	<i>MMBOE</i>
Gaffney Cline Reserves at 1.1.2006	146.1
2006 Production (excluding Russia)	-9.8
Venezuela (converted to a Mixed Enterprise Company and removed from reserves)	-4.4
Reserve Additions (excluding acquisitions)	+12.0
Acquisitions	+32.5
<b>Proven and Probable Reserves at 1.1.2007</b>	<b>176.4</b>
<b>Reserve increase</b>	<b>29%</b>
<b>Reserve replacement ratio*</b>	<b>122%</b>

\*As per industry standards the reserve replacement ratio is defined as the ratio of reserve additions to production during the year, excluding acquisitions and the conversion to a mixed enterprise company in Venezuela.

The reserves do not include the recent acquisition of an interest in the Peik gas/ condensate field in the United Kingdom (33.3%)/Norway (50%) which awaits completion.

The proven and probable reserves have been calculated using the Society of Petroleum Engineers (SPE) and World Petroleum Congress joint definitions.

Ashley Heppenstall President & CEO of Lundin Petroleum commented: *"We are pleased with our continued ability to increase reserves organically particularly through the conversion of contingent resources into reserves. The Volund and Alvheim fields in Norway as well as Paris Basin fields have all contributed positively to the reserve increase."*

*Lundin Petroleum is a Swedish independent oil and gas exploration and production company with a well balanced portfolio of world-class assets in Albania, Ethiopia, France, Indonesia, Ireland, Netherlands, Nigeria, Norway, Russia, Sudan, Tunisia, United Kingdom and Venezuela. The Company is listed at the Nordic Exchange, Sweden (ticker "LUPE"). Lundin Petroleum has existing proven and probable reserves of 146.1 million barrels of oil equivalent (mmboe) as at 1 January 2006.*

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