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LUNDIN PETROLEUM ANNOUNCES LAUNCH OF VIKING OIL AND GAS INITIAL PUBLIC OFFERING ON THE OSLO STOCK EXCHANGE

Lundin Petroleum AB (Lundin Petroleum) is pleased to announce the details of the proposed initial public offering (IPO) of Viking Oil and Gas ASA (Viking).

The offering consists of 150,000,001 shares of Viking to be sold by a subsidiary of Lundin Petroleum, at an offer price to be determined.

The prospectus will be available as of 11 April 2007 and the offering period will begin on 11 April 2007. The expected first day of trading is 27 April 2007.

ABG Sundal Collier and Deutsche Bank have been appointed as Joint Bookrunners and Joint Global Co-ordinators, and DnB NOR Markets, SEB Enskilda and Öhman as Co-Lead Managers in connection with the IPO.

The Offering

The offering consists of 150,000,001 shares of Viking with a nominal value of NOK 1.00 per share ("Shares") to be sold by Lundin Petroleum BV, a subsidiary of Lundin Petroleum (the "Offering"). The Shares represent approximately 50.01 percent of the total outstanding shares of Viking. The Offering consists of a public offering in Norway, a public offering in Sweden and an international offering to institutional investors in Norway, Sweden and certain other jurisdictions. Prior to the Offering, there has been no public market for the Shares.

Application, Allotment and Pricing

Lundin Petroleum and Viking will announce the indicative price range for the Offering by publishing a supplementary prospectus and releasing a press release on or about 18 April 2007.

The bookbuilding period is expected to begin on 11 April 2007 and is expected to end on 26 April 2007 at 16.00 pm Oslo time. The application period for prospective retail investors is expected to end on 26 April 2007 at 12.00 pm Oslo time. The bookbuilding period may be accelerated or extended.

The allotment of the Shares is expected to take place on or about 26 April 2007, subject to acceleration or extension of the bookbuilding and application periods.

Lundin Petroleum and Viking expect to announce the final offer price on or about 26 April 2007.

Listing

Viking has applied for the Shares to be admitted to trading and listing on the Oslo Stock Exchange (the "OSE") under the ticker symbol "VIKING". Viking expects its application to be approved by the Board of the Oslo Stock Exchange on 25 April 2007. Listing and trading in the Shares on the OSE is expected to commence on or about 27 April 2007 on an "if-and-when-sold" basis and delivery of the Shares is expected to take place on or about 3 May 2007, the third trading day following the listing date.

Details of the Offering

Further details of the Offering are contained in the prospectus which will be available from the managers from 11 April 2007.

Viking Oil and Gas

Viking is an independent oil and gas exploration, development and production company whose activities are focused exclusively on the Norwegian Continental Shelf ("NCS") and the United Kingdom Continental Shelf ("UKCS"). Viking's assets include interests in four currently producing fields, Jotun on the NCS and Broom, Heather and Thistle which it operates on the UKCS. In addition, the Alvheim field on the NCS is expected to commence production in the late second quarter or early third quarter of 2007. The Group's licence interests also provide it with an extensive inventory of potential developments, discoveries and prospects. As at 1 January 2007, a total of 96.6 million barrels of oil equivalent (mmboe) of net proved and probable reserves were attributed to the NCS and UKCS assets to be held by Viking as well as 99.4 mmboe of net contingent resources and 934 mmboe of net unrisks prospective resources. Forecast production from Viking assets in 2007 is greater than 20,000 boepd.

Lundin Petroleum

Lundin Petroleum is a Swedish independent oil and gas exploration and production company with a well balanced portfolio of world-class assets in Europe, Africa, Russia and the Far East. The Company is listed at the Nordic Exchange, Sweden (ticker "LUPE"). Lundin Petroleum has existing proven and probable reserves of 176.4 million barrels of oil equivalent (mmboe) as at 1 January 2007.

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Important Notices

The contents of this announcement have been prepared by and are the sole responsibility of Lundin Petroleum. ABG Sundal Collier and Deutsche Bank are acting exclusively for Lundin Petroleum and no one else. ABG Sundal Collier and Deutsche Bank will not be responsible to anyone other than Lundin Petroleum for providing the protections afforded to their respective clients, or for advice in relation to the IPO, the contents of this announcement or any of the matters referred to herein.

The distribution of this announcement and other information in connection with the IPO may be restricted by law in certain jurisdictions. Persons into whose possession this announcement or such other information should come are required to inform themselves about and to observe any such restrictions. This announcement may not be used for, or in connection with, and does not constitute, any offer to sell, or an invitation to purchase, any securities.

Any offer to acquire Viking shares pursuant to the proposed IPO will be made, and any investor should make an investment, solely on the basis of information that will be contained in the prospectus that is expected to be made generally available in Norway and Sweden in connection with the IPO. When made generally available, copies of the prospectus and the pricing statement may be obtained at no cost from Lundin Petroleum, ABG Sundal Collier, Deutsche Bank and the other underwriters, or through the website of the OSE (Norwegian and Swedish residents only).

This announcement is not an offer to sell or the solicitation of any offer to buy any Viking shares or other securities of Viking and Lundin Petroleum (the "Securities") in the United States or in any other jurisdiction. The Securities have not been, and will not be, registered under the United States Securities Act of 1933, as amended (the "Securities Act"), and may not be offered or sold in the United States unless registered under the Securities Act or an exemption from such registration is available. Neither Viking nor Lundin Petroleum intend to make a public offering of Securities in the United States.

The Viking shares have not been and will not be registered under the applicable securities laws of Australia, Canada or Japan and may not be offered or sold within Australia, Canada or Japan.

In the United Kingdom, this announcement is directed only at persons who (i) have professional experience in matters relating to investments falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended, the "Financial Promotion Order"), (ii) are persons falling within Article 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc") of the Financial Promotion Order, (iii) are outside the United Kingdom, or (iv) are persons to whom an invitation or inducement to engage in investment activity (within the meaning of section 21 of the Financial Services and Markets Act 2000) in connection with the issue or sale of any securities may otherwise lawfully be communicated or caused to be communicated. This document is directed only at such persons and must not be acted on or relied on by persons in the United Kingdom who are not such persons. Any investment or investment activity to which this announcement relates is available in the United Kingdom only to such persons and will be engaged in only with such persons and no other persons in the United Kingdom should rely or act upon this announcement.

All investment is subject to risk. The value of the Viking shares may go down as well as up. Past performance is no guarantee of future returns. Potential investors are advised to seek expert financial advice before making any investment decision.

This announcement contains forward-looking statements, including statements about Viking's and Lundin Petroleum's beliefs and expectations. These statements are based on Lundin Petroleum's current plans, estimates and projections, as well as their expectations of external conditions and events. Forward-looking statements involve inherent risks and uncertainties and speak only as of the date they are made. Lundin Petroleum undertake no duty to and will not necessarily update any of them in light of new information or future events, except to the extent required by applicable law. A number of important factors could cause actual results or outcomes to differ materially from those expressed in any forward-looking statements. These factors include, but are not limited to those discussed under "Risk Factors" in the prospectus expected to be made generally available in Norway and Sweden in connection with the IPO.