

20 April 2005

NOTICE OF ANNUAL GENERAL MEETING IN LUNDIN PETROLEUM AB

The shareholders of Lundin Petroleum AB are hereby invited to the Annual General Meeting of the shareholders to be held on Thursday, 19 May 2005 at 2:00 p.m. (Swedish time). Location: Berns, Berzelii Park in Stockholm , the main entrance, registration 1 story down.

Attendance at the meeting

Shareholders wishing to attend the meeting shall:

- be recorded in the share register maintained by the Swedish Central Securities Depository (VPC) on Monday 9 May, 2005 ; and
- notify Lundin Petroleum of their intention to attend the meeting not later than Friday 13 May 2005; in writing to Lundin Petroleum AB, Hovslagargatan 5, SE-111 48 Stockholm, Sweden, by fax Int +46-8-440 54 59, by telephone Int +46-8-440 54 50 or by e-mail bolagsstamma@lundin.ch.

Shareholders whose shares are registered in the name of a nominee must temporarily register the shares in their own names in the shareholders' register. Such registration must be effected by 9 May 2005 .

Agenda

1. Opening of the meeting.
- 2.Election of Chairman of the meeting.
3. Preparation and approval of the voting register.
4. Approval of the agenda.
- 5.Election of one or two persons to approve the minutes.
- 6.Determination as to whether the meeting has been duly convened.
- 7.Speech by the Managing Director and the management of the company.
- 8.Presentation of the annual report and the auditors' report, the consolidated annual report and the auditors' group report.
- 9.Resolution in respect of adoption of the profit and loss statement and the balance sheet and the consolidated profit and loss statement and consolidated balance sheet.
- 10.Resolution in respect of appropriation of the company's profit or loss according to the adopted balance sheet.
11. Resolution in respect of discharge from liability of the members of the Board and the Managing Director.
- 12.Presentation of:

- The work of the Board of Directors including the Board committees
- Proposal for election of Chairman of the Board and other members of the Board
- Proposal for remuneration of the Board of Directors
- Presentation of remuneration of the CEO
- Proposal for incentive programme

- 13.Resolution in respect of the number of members of the Board to be elected at the meeting.
- 14.Resolution in respect of the fees payable to the members of the Board.
- 15.Election of Chairman of the Board and of other members of the Board.
- 16.Resolution to issue subordinated debentures with detachable warrants.
- 17.Election of auditors and deputy auditors and resolution in respect of auditors fees.
- 18.Resolution to authorize the Board to resolve new issue of shares.
- 19.Resolution regarding the nomination process for the AGM in 2006.
- 20.Other matters.
- 21.Closing of the meeting.

Resolution in respect of appropriation of the company's profit or loss according to the adopted balance sheet (item 10)

The Board of Directors proposes that no dividend is declared for the financial year 2004.

Resolutions in respect of Chairman of the meeting, number of Board member and auditors, fees payable to the Board members and auditors and election of Chairman of the Board and of other members of the Board and of auditors and deputy auditors (items 2, 12-15 and 17)

Shareholders jointly representing approx. 34,5 per cent of the voting rights for all the shares in the company, have declared their intention to propose:

- Election of Ian H. Lundin as Chairman of the meeting.
- Election of nine members of the Board of Directors with no deputy members.
- Election of two auditors with one deputy auditor.
- Payment of a fee to the Board of Directors for the directorship of SEK 3.5 million to be distributed by the Board of Directors among its members. The fee includes work in the Board Committees. In addition, the Board of Directors shall have disposal of an amount of no more than SEK 4.5 million for remuneration of Board members for special assignments outside the directorship.
- Payment of auditors' fees upon approval of their invoice.
- Re-election of the members of the Board Adolf H. Lundin, Kai Hietarinta, Magnus Unger, William Rand, Lukas H. Lundin, Ian H. Lundin, Ashley Heppenstall and Carl Bildt. Election of Viveca Ax:son Johnson as new member of the Board.
- Re-election of Ian H. Lundin as chairman of the Board of Directors.
- Re-election of Carl-Eric Bohlin and Klas Brand as auditors of the company with Bo Hjalmarsson as deputy auditor of the company for the period until the end of the 2009 Annual General Meeting.

Resolution to issue subordinated debentures with detachable warrants (item 16)

The Board of Directors proposes that the General Meeting adopts a resolution to issue subordinated debentures with not more than 3,000,000 detachable warrants attached. Each warrant shall entitle the holder to subscribe for one new share with a nominal value of SEK 0.01. The exercise price shall be 110 per cent of the average last paid price for Lundin Petroleum's shares on the O-list of the Stockholm Stock Exchange during the period from 19 May 2005 up to and including 1 June 2005 . The exercise price thus established shall be rounded off to nearest ten öre, whereby SEK 0.05 shall be rounded upwards. The warrants may be exercised from 31 May 2006 up to and including 31 May 2008 .

The right to subscribe for debentures shall by virtue of the disapplication of the shareholders' pre-emption rights, rest with a wholly owned subsidiary of Lundin Petroleum. The reason for the disapplication of the pre-emption rights is to guarantee the fulfillment of the obligation to grant not more than 3,000,000 options in accordance with the company's option plan, based on stock options which entitle the option holder to acquire shares in the company on terms equivalent to those of the warrants.

Option plans are common practice for companies in the international oil and gas exploration business. In the opinion of the Board of Directors, Lundin Petroleum derives benefit from a remuneration system, of which a part of the remuneration package consists of stock options, enabling Lundin Petroleum to recruit and motivate highly qualified personnel and reduce the cash salary payments.

Allotment shall be made with 400,000 options to the Managing Director Ashley Heppenstall, 350,000 options to the Deputy Managing Director Alex Schneider and 10,000 – 100,000 options each to other employees. Members of the Board who are not employees of the company will not receive any options.

In the event that all warrants are exercised, the current share capital of the company will increase by SEK 30,000, corresponding to a dilution of 1.2 per cent. The accumulated dilution including the current option programmes issued in 2003 and 2004 amounts to approximately 3.5 per cent.

The proposal is subject to approval by shareholders holding no less than nine-tenths of the shares voted as well as nine-tenths of all shares present or represented at the meeting.

Authorization to resolve new issue of shares and convertible debentures (item 18)

The Board of Directors proposes that the General Meeting authorizes the Board of Directors to resolve, at one or more occasions until the next Annual General Meeting:

(i) to issue new shares with consideration in cash or in kind or by set-off or otherwise with conditions and thereby be able to resolve to disapply the shareholders pre-emption rights. To the extent the new shares are issued with disapplication of the shareholders pre-emption rights they shall be issued at a subscription price that closely corresponds to the market price of the shares at the time of the issue; and

(ii) to issue convertible debentures with consideration in cash or in kind or by set-off or otherwise with conditions and thereby be able to resolve to disapply the shareholders pre-emption rights. To the extent the convertible debentures are issued with disapplication of the shareholders pre-emption rights they shall be issued at a subscription price that closely corresponds to market value based on the market price of the shares at the time of the issue of the convertible debentures.

The reason for disapplying the shareholders' pre-emption rights is to enable Lundin Petroleum to raise capital for the company's business operations and business acquisitions. The total number of shares that can be issued based on the authorization may not exceed 27,000,000. If the authorization is exercised in full, the increase of the current share capital corresponds to a dilution of 9.6 per cent.

Resolution regarding the nomination process for the AGM in 2006 (item 19)

Shareholders jointly representing approx. 34,5 per cent of the voting rights for all the shares in the company proposes that the General Meeting decides that the nomination process for the Annual General Meeting in 2006 shall be that the Chairman of the Board be mandated to contact some of the largest shareholders of the company, in order to prepare the following proposals for resolutions to the Annual General Meeting in 2006: (i) proposal for Chairman of the meeting; (ii) proposal for members of the Board of Directors; (iii) proposal for Chairman of the Board of Directors; and (iv) proposal for remuneration of the members of the Board of Directors. The proposals shall be presented no later than one week after the company announcing its year-end report for 2005, which is scheduled for February 2006.

Further information

The Board of Directors' complete proposals for resolutions in items 16 and 18 above will be available from May 4, 2005 . The proposals will be sent to shareholders free of charge upon request. The proposals will also be available at Lundin Petroleum's home page www.lundinpetroleum.com as from the same date. (The complete proposal will only be available in Swedish. PDF)

Stockholm in April 2005
LUNDIN PETROLEUM AB (publ)
The Board of Directors

Lundin Petroleum is a Swedish independent oil and gas exploration and production company with a well balanced portfolio of world-class assets in Albania, France, Indonesia, Iran, Netherlands, Norway, Sudan, Tunisia and Venezuela. The Company is listed on the Attract 40-list at Stockholm Stock Exchange, Sweden (ticker "LUPE").

For further information, please contact:

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