



Dana Gas announces new Oil discovery in its Kurdistan Region of Iraq fields and largest Gas reserves in Iraq

Highlights:

- Over 50 million of (gross) oil reserves booked in the Khor Mor Field for the first time
- Dana Gas share of Khor Mor and Chemchemical reserves rise to 1 billion (gross) boe confirming them as world-class assets
- Two new gas production trains expected to generate up to \$350 to \$400 million of annual revenues to Dana Gas in 2023

Sharjah, UAE; 28 July 2019: Dana Gas PJSC (the "Company"), the Middle East's largest private sector natural gas company, announces that its share of the proved plus probable (2P) hydrocarbon reserves at Pearl Petroleum Company's ("Pearl") Khor Mor and Chemchemical Fields in the Kurdistan Region of Iraq (KRI) have increased by 10% following the recent certification of reserves by Gaffney Cline Associates ("GCA").

2P Reserves Upgrade

The independently audited report, prepared by Gaffney Cline on behalf of Pearl Petroleum, showed that the total share for Dana Gas (35% shareholder in Pearl Petroleum), is equivalent to 1,087 million barrels of oil equivalent (MMboe), up from 990 MMboe when GCA first certified the fields in April 2016. This confirms that the fields located in the KRI could be the biggest gas fields in the whole of Iraq. The reserves were boosted in part by the booking of oil reserves in the Khor Mor Field for the first time.

GCA's most recent report confirmed that Dana Gas's share of the Khor Mor and Chemchemical 2P reserves was 4.4 trillion cubic feet gas (2016: 5.3 Tcf), 136 million barrels of condensate (2016: 109 MMbbls), 13.3 million metric tonnes LPG and 18 MMbbls of oil, the equivalent of 1,087 MMboe, as compared to 990 MMboe in April 2016.

Dr Patrick Allman-Ward, CEO of Dana Gas, said:

"The Gaffney Cline report has independently confirmed Dana Gas' 2P reserves in our KRI assets at over 1 billion barrels of oil equivalent and our belief that the Khor Mor and Chemchemical Fields will most likely be the biggest gas fields, not just in the Kurdistan Region Iraq, but the whole of Iraq, making them world-class assets. It is also satisfying to see that our auditors have formally booked oil reserves for the first time in Khor Mor. We believe that this is just the tip of the iceberg confirming our estimate of oil resource potential of over 7 billion barrels. These additional resource declarations will underpin our future development plans which will provide a reliable source of energy to meet the needs of electricity generation as well as industrial development in the region."



Future Development

Earlier in the year, Pearl Petroleum signed a 20-year gas sale agreement with the Kurdistan Regional Government ('KRG') that will facilitate the production and sale of an additional 250 MMscf/d of gas. Pearl Petroleum's expansion plan will see output increase to 650 MMscf/day in 2022, and then to 900 MMscf/day by 2023 from the current 400 MMscf/day. With the price of oil ranging between \$60 to \$70 per barrel, each of these two new gas production trains will generate between \$175 to \$200 million to the Company's share of revenue and project's cash flows per annum.

---ENDS---

About Dana Gas

Dana Gas is the Middle East's first and largest regional private sector natural gas Company established in December 2005 with a public listing on the Abu Dhabi Securities Exchange (ADX). It has exploration and production assets in Egypt, Kurdistan Region of Iraq (KRI) and UAE, with 2P reserves exceeding one billion boe and average production of 63,050 boepd in 2018. With sizeable assets in Egypt, KRI and the UAE, and further plans for expansion, Dana Gas is playing an important role in the rapidly growing natural gas sector of the Middle East, North Africa and South Asia (MENASA) region. Visit: www.danagas.com

Communication & Investor Relations Contact

Mohammed Mubaideen, Head of Investor Relations

+971 6 519 4401

Investor.relations@danagas.com