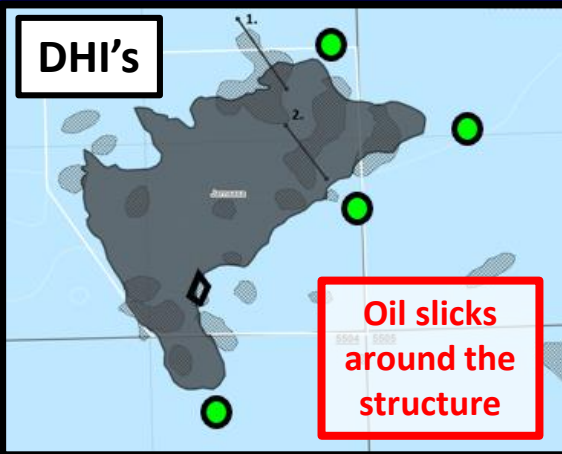
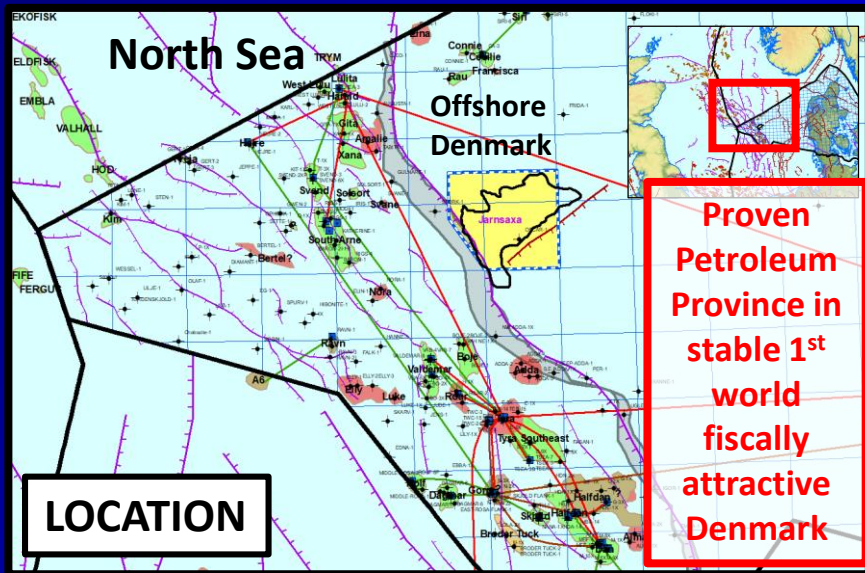


# JARNSAXA

Take \$10 million.

Would you roll a dice, betting all-or-nothing on the roll of a 6, to turn it into \$1.9 billion?

What about at 1 in 5...?



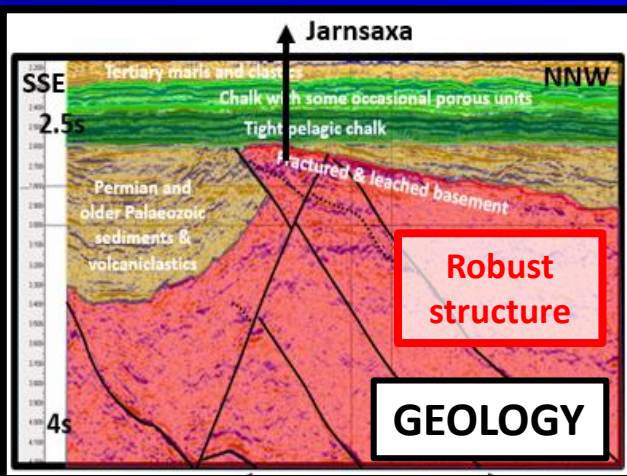
We need four things to work for any hydrocarbon accumulation. Here we estimate:

1. **Charge:** 80% chance of success
2. **Reservoir:** 65% chance of success
3. **Structure:** 80% chance of success
4. **Seal:** 55% chance of success

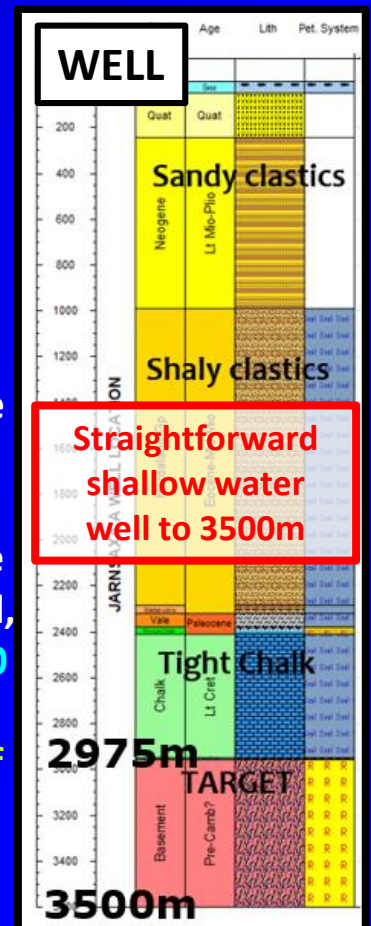
All of them working them together here? 23% chance of success – better than 1 in 5 & nearly 1 in 4. Better than 1 in 6 from a dice...

If we do get a hydrocarbon accumulation at Jarnsaxa, we've modelled a range of outcomes as to roughly how big it could be\*. It could fall anywhere on the range, but:

- The average size of all the outcomes is ~370 million recoverable barrels of oil
- 90% of outcomes give more than ~30 mmbbl
  - 50% give more than ~160 mmbbl
  - 10% give more than ~850 mmbbl



Even discounting the future value of money by 10% per year, and costing the development needed, for 370 mmbo @ \$60 oil, that's net profit \$1.9 billion, a rate of return of 52% and a profit to investment ratio of 4.5



\*Figures quoted to nearest 5 mmbbl.