Reach Coal Seam Gas Limited

Reach Coal Seam Gas Limited 6 Rubislaw Terrace Aberdeen AB10 1XE

E&P Oil & Gas Authority 4th Floor 21 Bloomsbury Street London WC1B 3HF

9th February 2018

Dear

RE: Licence PEDL260 ("the Licence"): two year Drill-or-Drop decision

Thank you for your letter of 17th January about Licence PEDL260 at Barrow-in-Furness.

Please accept this letter as a request to delay the date of the Drill-or-Drop decision for an additional three years. We will be unable to make a firm commitment by June to drill before the end of the First Term.

We will be happy to provide more information if required and will welcome an opportunity of a meeting to explain our plans and the progress we have made. .

Yours sincerely