



HORSE HILL

DEVELOPMENTS LTD

Oil & Gas Authority
21 Bloomsbury Street
London WC1B 3HF

13th June 2018

Dear ,

Confirmation of Insurance Policy Continuation

Further to our letter of 28th March 2018 on this subject, for the avoidance of doubt, the Horse Hill Developments Ltd (HHDL) Board of Directors hereby confirms that HHDL's insurance policies that are in place to cover the re-completion and extended well testing of the Horse Hill-1 (LR/24-4) well will be renewed for a further year on 1 August 2018.

This insurance is [REDACTED], currently arranged through [REDACTED] which covers the following risks:

1. Property damage: all risks of physical loss or physical damage to property and equipment at the Horse Hill-1 well site, including to/from the site. [REDACTED]
2. Operator's extra expense: cost of well control (making well safe in the event of an uncontrolled release of hydrocarbons), cost of redrilling and restoration, clean-up of any pollution seepage or contamination. [REDACTED]
3. Public, pollution and products liability: [REDACTED]

I hereby further confirm that the above insurance policies cover, and will continue to cover from 1 August 2018, all the events that might arise from the Horse Hill-1 extended well testing activities for which we are seeking OGA consent. It is HHDL's considered opinion that the funds for such unexpected events are sufficient in the circumstances.

HHDL has the funds necessary to cover the deductibles for the above insurance policies.

Yours Sincerely,

[REDACTED]

[REDACTED]
Director Horse Hill Developments Ltd