

AGREEMENTS ESTABLISH CAIRN'S GROWTH PLATFORM FOR THE NEXT DECADE.



Building a balanced portfolio of exploration, development and sustainable, low-cost production

- Proposed acquisition of Shell's Western Desert assets in Egypt: expanding and diversifying Cairn's producing asset base with strong near-term development and exploration potential
- Proposed sale of UK North Sea interests in Kraken and Catcher fields: proactive portfolio management divests assets entering into decline and enhances Cairn's ability to pursue its strategic goals



Egypt Western Desert

Material high quality portfolio of exploration, development, production assets and infrastructure. Cairn will acquire 50% of assets with remaining 50% acquired by Cheiron. Purchase price of US\$646m¹ with additional contingent consideration of up to US\$280m. (US\$323m and US\$140m net to Cairn)



Reserves & Resources

Adds working interest 2P reserves of 113² mmmboe, delivering significant additional scale to Cairn's reserve base.
Enhances near-term growth opportunities with 2C contingent resources of 49 mmmboe



Low-cost Production

Adds low-cost 2021 forecast working interest production of 33-38,000 boepd at <US\$6/boe

Purchase Price

US\$323m¹

Reserves

113 mmmboe

2021 Forecast working interest production

33-38,000 boepd

The Assets

13 Blocks with 21 development leases in established onshore basin
Cairn to operate three exploration blocks



Strong Local Partner

Cairn is pleased to partner with Cheiron – an established, experienced and respected Egyptian operator



Near term Exploration

Cairn will operate three exploration blocks with nine planned exploration wells



Enhancing Gas Contribution

Two-thirds of production from the assets is gas, reweighting Cairn's hydrocarbon split towards gas



Portfolio Management

Proposed sale of Cairn's interests in the UK Catcher and Kraken fields: divestment further strengthens ability to pursue strategic goals



Shareholder Returns

Following the Norway and Senegal sales during 2020, coupled with the high grading of our exploration programme, Cairn has been able to return significant capital to shareholders.



Strategy

Cairn is positioned robustly to rebuild for the decade ahead. The Egyptian assets provide significant long-term potential through production optimisation, development and exploration growth opportunity. Cairn's funding position leaves headroom for further portfolio additions.

¹ Economic effective date of 1 January 2020