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The board of directors in Malka Oil resolves on a proposed new business plan

The board of directors in Malka Oil has at a board meeting on March 25, 2010 resolved on a proposed revised business plan for the company's business.

The business plan is subject to shareholder approval and Malka Oil will convene an Extraordinary General Meeting to be held on April 27, 2010, for decision of approval of the business plan or (if the business plan is not approved) for a resolution on the winding up of the company. The notice will be published in the Post- och Inrikes Tidningar, and Svenska Dagbladet on Tuesday March 30, 2010 and sent to the company's shareholders by ordinary mail and published on the company's website.

The main content of the business plan is as follows:

The business shall be conducted under a new name: PetroGrand AB (publ).

Business concept: PetroGrand will carry on oil production via acquired Russian oil companies and oil licenses. PetroGrand will also manage, enhance and sell Russian oil assets.

Goal: By means of investments in the Russian oil sector, PetroGrand will become one of Sweden's leading oil companies on the Russian market.

Strategy: PetroGrand will initially actively seek and execute strategic acquisitions within the Russian oil sector. The company's acquisition strategy will be characterized by:

- Small, cash flow generating target companies that are oil producing or near production.
- Target companies that are in need of additional capital and have a potential to be streamlined and enhanced by better management.
- The acquisitions will be conditional upon PetroGrand's control and significant influence in the form of its own management team at the target company.

- When a stable cash flow has been achieved, acquire Russian oil licenses via state auctions and establish cooperation and partnership structures with other oil companies as well as major investors in order to create strategically justified and industrially logical oil license portfolios.

The revised business plan will be made available at the company's office and published on the company's web page, as from March 30, 2010.

According to the business plan the board of directors further intends to propose, subject to the shareholders meetings' approval of the business plan, a dividend of SEK 0.02 per share, equivalent of approximately SEK 80 million, at the annual general meeting 2010. The board of director's proposal is also conditional upon that, during the time period between the approval of the business plan and the annual general meeting, a capital need has not arisen due to acquisitions under the business plan resulting in such dividend being unjustifiable.

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For further information on Malka Oil AB, see the website www.malkaoil.com

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