

MALKA OIL

PRESSRELEASE 2008-12-08

- **PRODUCTION NOVEMBER 2008: 2,953 BARRELS PER DAY**
- **TEMPORARY PRODUCTION DISTURBANCES DURING NOVEMBER**
- **TARGET OF 4,000 BARRELS MOVED FORWARD 4-6 WEEKS**
- **UPDATED RESERVE REPORT EXPECTED WITHIN TWO WEEKS**

Malka Oil's total production of oil and condensate for the month of November 2008 amounted to 88,587 barrels, compared with October when the production was 99,517 barrels. On average the production was 2,953 barrels per day compared with 3,210 barrels per day during October. The reasons for the decrease are temporary production disturbances and the 4,000 barrels per day target is therefore moved forward 4-6 weeks in time.

An update of the Company's Western reserve estimation is expected within two weeks.

"The temporary production disturbances are mainly due to lack of physical access for the equipment necessary to stimulate production and the adding of new wells. This will be remedied when winter roads are ready which is expected in January 2009. Until then the production will remain at around 3,000 barrels per day.", says Fredrik Svinhufvud, Managing Director Malka Oil.

During November Malka Oil produced oil and condensate from 17 wells, compared to 17 wells in October.

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

Malka Oil AB (publ) is an independent oil and gas production company operating in the Tomsk region in western Siberia. Their current position consists of oil and gas assets for licence block number 87 in the said region. The block has a surface of 1,800 square kilometres. There are currently three oil fields at the licence block, namely Zapadno-Luginetskoye ("ZL"), Lower Luginetskoye ("LL") and the Schinginskoye oil field, and a large quantity of other not yet drilled oil structures.

The ZL and LL oil fields are in production and these two oil fields have during 2007 went through reserve classification by the Russian State Committee of Reserves (GKZ) and during spring 2008 a Western reserve study made by DeGolyer and MacNaughton. The GKZ

registered extractable oil and condensate reserves in the categories C1 and C2 amounted to 97 million barrels at the end of 2007. The company's own estimate of its extractable oil and condensate reserves, C1+ C2, in the three existing oil fields on licence block number 87 is currently 140-190 million barrels. The Western reserve study estimation as of April 30, 2008 amounted to 43.5 million barrels 2P and 90.6 million barrels 3P oil reserves. Malka Oil's licence block is surrounded by a large number of producing oil and gas fields.

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