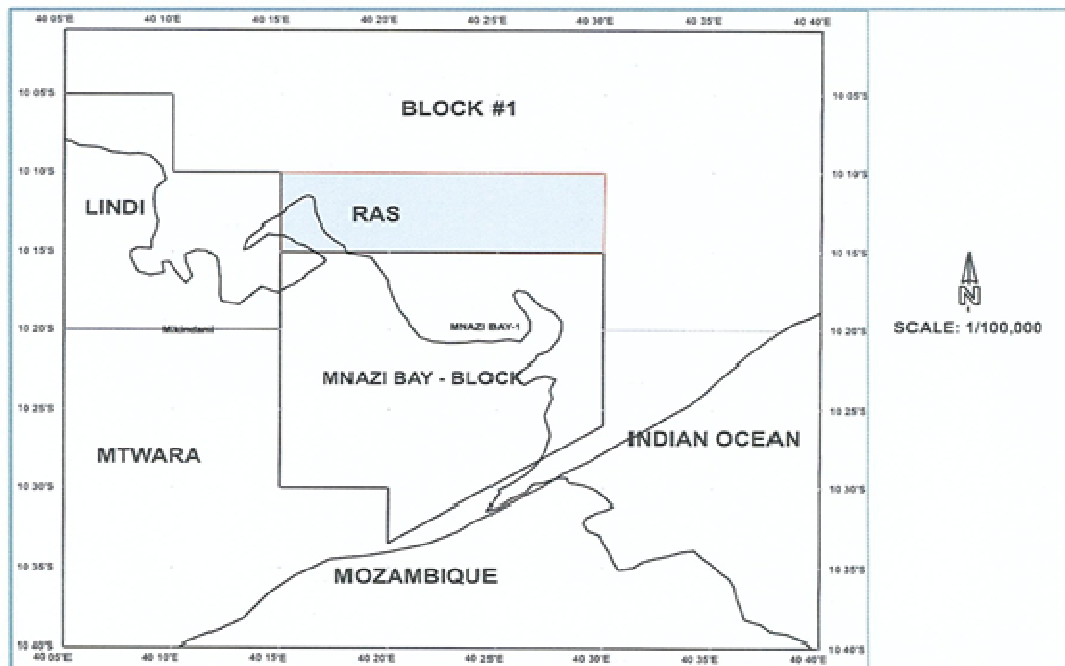


TANZANIA

MNAZI BAY NORTH BLOCK

The Mnazi Bay North Block was officially acquired in May of 2008. It was the last offshore block available for acquisition in Tanzania and one of the few blocks anywhere in the world that is located in an essentially undrilled Tertiary deltaic system, especially a deltaic system with a proven petroleum system.

It is positioned between the producing Mnazi Bay field operated by the Artumas/Maurel & Prom Group and the Ophir/BG Offshore Block 1 which has a very significant Gas discovery in their Chaza 1 Well which borders the Mnazi Bay North Field in which Minergy has an interest.



 Ras Msangamkuu Exploration Block
Area: 252.8172sq km
Number of Blocks: 3

There is existing 2D data that has been reprocessed and a new Seismic campaign being commencing July 2011.

It is not unreasonable to expect that there could be a 50 square kilometer field within the confines of the 252 square kilometers of the Mnazi Bay North Block and we estimate recoverable reserves of at least 600 billion cubic feet (BCF) – 1 TCF of gas in the field.

