

HKN Energy Announces Closing by its Affiliate of Agreements to Operate and Acquire Interest in the Atrush Block in Kurdistan

August 7, 2024

HKN Energy Ltd. (“HKN”) is pleased to announce that its affiliate, HKN Energy IV, Ltd. (“HKN IV”), has acquired a 25% interest in the Atrush Block in Kurdistan from General Exploration Partners, Inc. (“GEP”), a wholly owned subsidiary of ShaMaran Petroleum Corp. (“ShaMaran”). The transaction was previously announced in our news release of January 22, 2024. Following closing, HKN Atrush, Ltd. (“HKN Atrush”), a wholly owned subsidiary of HKN IV, holds a 25% working interest (33.33% paying interest) in, and operatorship of, the Atrush Block. ShaMaran holds a 50% working interest (66.67% paying interest), and the Kurdistan Regional Government holds a 25% carried interest in the Atrush Block.

HKN IV and HKN Atrush are sister companies of HKN Energy III, Ltd. (“HKN III”) and HKN, respectively, and their ownership interest and operatorship of the Atrush Block do not directly impact HKN or HKN III (see entity structure chart below).

