

Noreco continues portfolio management program

Stavanger, 26 August, 2008: Norwegian Energy Company ASA (Noreco - OSE:NOR), has entered into an agreement to sell a 20% interest in exploration license PL455 in Norway to Lotos Exploration and Production Norge AS. Noreco will have a 50% interest in the license after the transaction.

Noreco has today signed an agreement with Lotos Exploration and Production Norge AS to farm-out of exploration license PL455 in Norway. Lotos Exploration and Production Norge AS will earn 20% interest in the licenses against paying 60% of the gross costs related to the recently completed seismic survey over the license. Completion of the transaction is pending on customary approvals.

- *We have a growing portfolio of 7 producing fields, 18 discoveries and 54 licenses, and this transaction is part of our active, ongoing portfolio management to high-grade our portfolio, says CEO Scott Kerr.*
- *We are pleased to do a deal with one of the new entrants to Norway, continued Kerr.*

The license is located in the Egersund basin, see attached map. The licence was awarded in the APA2007 round. Noreco is the operator of the license, and will have a 50% interest after the transaction.

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