

**ENQUEST PLC
("EnQuest")**

**7 per cent. PIK Toggle Senior Notes due 2022
(ISIN: XS1517932585)
("HY Notes")**

FREQUENTLY ASKED QUESTIONS

How will interest under the HY Notes be paid?

Interest on the HY Notes will be paid in cash on each interest payment date – April 15 and October 15 in each year – only if the "Cash Payment Condition" is satisfied.

If the "Cash Payment Condition" is **not** satisfied, interest will **not** be paid in cash but instead will be capitalized and satisfied through the issuance of additional HY Notes ("Additional HY Notes").

The "Cash Payment Condition" will be satisfied in respect of any interest payment (as determined by EnQuest) if: (i) the average of the Daily Brent Oil Prices during the period of six calendar months immediately preceding the "Payment Condition Determination Date" is equal to or above US\$65.00; and (ii) as at the relevant "Payment Condition Determination Date", no payment event of default has occurred and is continuing under EnQuest's senior secured revolving credit and letter of credit facilities agreement between, amongst others, EnQuest and BNP Paribas as facility and security agent dated 6 March 2012.

For these purposes, the "Payment Condition Determination Date" is the date falling one calendar month prior to the relevant interest payment date or, if such calendar date is not a business day, the immediately preceding business day in London, Luxembourg and New York.

When will EnQuest notify the Trustee whether the Cash Payment Condition is not satisfied?

EnQuest will send the Trustee a written notice no later than April 1 and October 1 each year for the relevant interest period stating that the Cash Payment Condition has not been satisfied and such interest payment will be made in the form of Additional HY Notes.

The Company will inform the Luxembourg Stock Exchange and the holders of the HY Notes as to whether it will pay the interest due on the HY Notes in the form of Additional HY Notes or in the form of a combination of cash and Additional HY Notes by publication of a notice on the website of the Luxembourg Stock Exchange. Such notice will contain the information about the amount of the Additional HY Notes issued and the total amount of HY Notes outstanding.

How will individual investors' entitlement to any Additional HY Notes be determined?

Additional HY Notes will be allocated to each accountholder in Euroclear or Clearstream, Luxembourg holding HY Notes as at the "record date". The aggregate principal amount of Additional HY Notes to be allocated will be determined as the pro rata proportion that such accountholders' holding of HY Notes as at the "record date" bears to the aggregate principal amount of HY Notes then in issue. Allocation of Additional HY Notes to accountholders will be effected by Euroclear and Clearstream, Luxembourg in accordance with their standard rules and procedures.

Investors should note that, for these purposes, an "accountholder" means any person shown in the records of Euroclear or Clearstream, Luxembourg as holding HY Notes. It is likely that such accountholder will be a broker, custodian or nominee acting on behalf of the ultimate beneficial

owner of the HY Notes. Ultimate beneficial owners of the HY Notes should contact any such broker, custodian or nominee to determine whether they are required to take any additional steps in order to receive their entitlement to Additional HY Notes allocated to such broker, custodian or nominee.

What is the "record date" for determining investors' entitlement to Additional HY Notes?

The "record date" will be April 1 or October 1 (whether or not a Business Day), as the case may be, next preceding such interest payment date (April 15 and October 15 in each year). The "record date" in respect of an interest payment date will be the same whether interest is paid in cash or through the issue of Additional HY Notes.

When will any Additional HY Notes be issued?

If the Cash Payment Condition is not satisfied (as described above) in respect of any interest payment date, EnQuest will issue Additional HY Notes on the relevant interest payment date under the HY Notes: i.e. on April 15 or October 15 in each year (as the case may be).

If that date is not a business day in London, Luxemburg and New York, EnQuest will issue the Additional HY Notes on the next following business day in London, Luxemburg and New York.

Do investors have to subscribe Additional HY Notes in cash?

No – any Additional HY Notes are being issued to satisfy EnQuest's obligation to pay interest under the HY Notes. Investors will not be paid interest, instead Investors will receive the amount in the form of Additional HY Notes.

Will Additional HY Notes have the same terms and conditions as the existing HY Notes?

Yes – Additional HY Notes will have the same terms and conditions as the existing HY Notes, apart from the issue date and the interest commencement date.

Will Additional HY Notes be fungible with the existing HY Notes? Will they form part of the same series?

Additional HY Notes will be fungible with the existing HY Notes and will form part of the same series of notes¹.

Will Additional HY Notes have the same ISIN as the existing HY Notes?

The Additional HY Notes will be given the same permanent ISIN as that attributed to the HY Notes already in issue (XS1517932585)².

Does interest compound?

¹ In the event any Additional HY Notes are not fungible with the relevant series of HY Notes for U.S. federal income tax purposes, such nonfungible Additional HY Notes will be issued with a separate common code and ISIN.

² In the event any Additional HY Notes are not fungible with the relevant series of HY Notes for U.S. federal income tax purposes, such nonfungible Additional HY Notes will be issued with a separate common code and ISIN.

Yes – interest capitalized and settled through the issue of Additional HY Notes compounds on a semi-annually basis. Additional HY Notes will themselves accrue interest from their issue date in accordance with the terms of the indenture.

Is the entitlement to Additional HY Notes lost when HY Notes are bought or sold?

The entitlement to receive interest, whether in cash Additional HY Notes, is a right conferred on the holders of the HY Notes on the relevant Record Date (April 1 and October 1 as the case may be). The entitlement will be lost if HY Notes are sold or transferred before the Record Date.

Who should investors contact if they believe that they have not received their entitlement to Additional HY Notes?

Investors should contact their broker, custodian or nominee if they have any further questions with regards to the settlement of Additional HY Notes.