

Explanatory notes to the agenda of the Extraordinary General Meeting of Shareholders (EGM) of Sequa Petroleum N.V. (the Company) to be held at the 24th floor, Rembrandt Tower, Amstelplein 1 (1096 HA) in Amsterdam, the Netherlands on 31 May 2017 at 10.00 hours CET.

1 Explanation to agenda item 2) (proposal to extend the five month period, as referred to in section 2:101 of the Dutch Civil Code)

Proposal to extend the five month period, as referred to in section 2:101 of the Dutch Civil Code and article 23 paragraph 2 of the articles of association of the Company, within which the annual accounts for the financial year 2016 have to be prepared and made available to the shareholders for inspection, by a period of five months, i.e. until 31 October 2017.

The request for extension is made in view of the decision reflected in the press releases of 17 March 2017 to commence the Tellus liquidation process in accordance with the Norwegian Companies Act.

The net funds expected from the repatriation of liquidated assets together with debt restructuring and possibly new equity and/or debt funds will enable the Company to progress selected high quality appropriately sized acquisition targets of production and development assets elsewhere that are value-accretive and provide cash flow. A delay to the annual accounts for the year ending December 2016 will allow these net funds to be recorded.

The normal timetable for the preparation of the financial statements requires the audit to be completed and the accounts to be finalized by end May 2017. This timetable cannot be met, since the net funds from the repatriation of liquidated assets will be received later this the year.

In accordance with the press releases of 9 and 17 March the Company does not expect to receive any form of instruction from bondholders, especially since, to the Company's understanding, its main shareholder (Sapinda and affiliates) has obtained the required 75% majority of the Bonds with the intent to restructure the Company's debt in due course.