

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 office of Allen & Overy LLP, Apollolaan 15, 1077 AB Amsterdam, the Netherlands on 19 November 2018 at 10.00 hours CET.

Agenda item 2

Proposal to appoint FSV Accountants + Adviseurs B.V. as the external auditor of the Company for the financial years 2017 and 2018

This item will be voted on.

The current size of the Company and the wind down of its operations in Norway (following the liquidation of Tellus Petroleum AS) and Kazakhstan made the Company reconsider the required scope of its audit work and the profile of its auditor.

The outcome of this process has been that the Company procured an attractive proposal from the Dutch audit firm of FSV Accountants + Adviseurs B.V. that has a proven track record of the audit of listed companies comparable to and larger than the Company. Key elements in the assessment of the terms of engagement have been proof of quality, planning, and fees.

The Company and KPMG Accountants N.V., who were appointed by the General Meeting as the external auditor of the Company for the financial year that ended on 31 December 2017, had not yet reached agreement on the terms of their engagement for the audit of the Company's annual accounts for the financial year 2017.

In accordance with Article 24.1 of the articles of association of the Company, it is proposed to appoint FSV Accountants + Adviseurs B.V. as the external auditor of the Company for the financial years 2017 and 2018.