

AGM Management Presentation

26th October 2011

Management Presentation

Agenda

1. Operations/Current Acreage
 - New Management Team
 - General Activity Update
 - Harlequin Drilling Preparation
 - Other East Midlands Prospectivity
2. New Business Activity
 - Strategy and Target Countries

Newton's Organisation

Highly experienced Management Team

- **Steve Engwall:** CEO (Petroleum Engineer) 35 years in North Sea, Continental Europe and offshore Mediterranean with Schlumberger, Oxy, Elf and Total working field developments, subsea systems, mature field workovers, M&A.
- **Phil Birch:** Exploration Manager (Geologist) 30 years in North Sea, Vietnam, Continental Europe, India, China, Cambodia with large UK independent (Enterprise Oil) working field developments, exploration, M&A.
- **Steve Curd:** (Geophysicist) 35 years in Continental Europe, Vietnam, Saudi Arabia, West & East Africa with Enterprise Oil, Aramco and Heritage. Discovered Lake Albert Basin finds in Uganda.
- **John Culshaw:** (Geophysicist) 38 years in UK, Denmark, Kazakhstan, Angola, W.Siberia with Maersk, Texaco and Chevron.

Calgary

- **Barry Sadrehashemi:** (CFO) CA with over 35 years of banking and finance experience.

Newton's Core Strengths

- High level of technical expertise, with proven track record of field discoveries and optimised developments across several continents
- Vast network of contacts with small/medium oil explorers giving excellent access to farm-in opportunities
- Good commercial & economics expertise in deal-making
- Small, highly-motivated team with all necessary skills to recognize opportunity upsides, conclude deals and bring discoveries into production

2011 Progress to Date

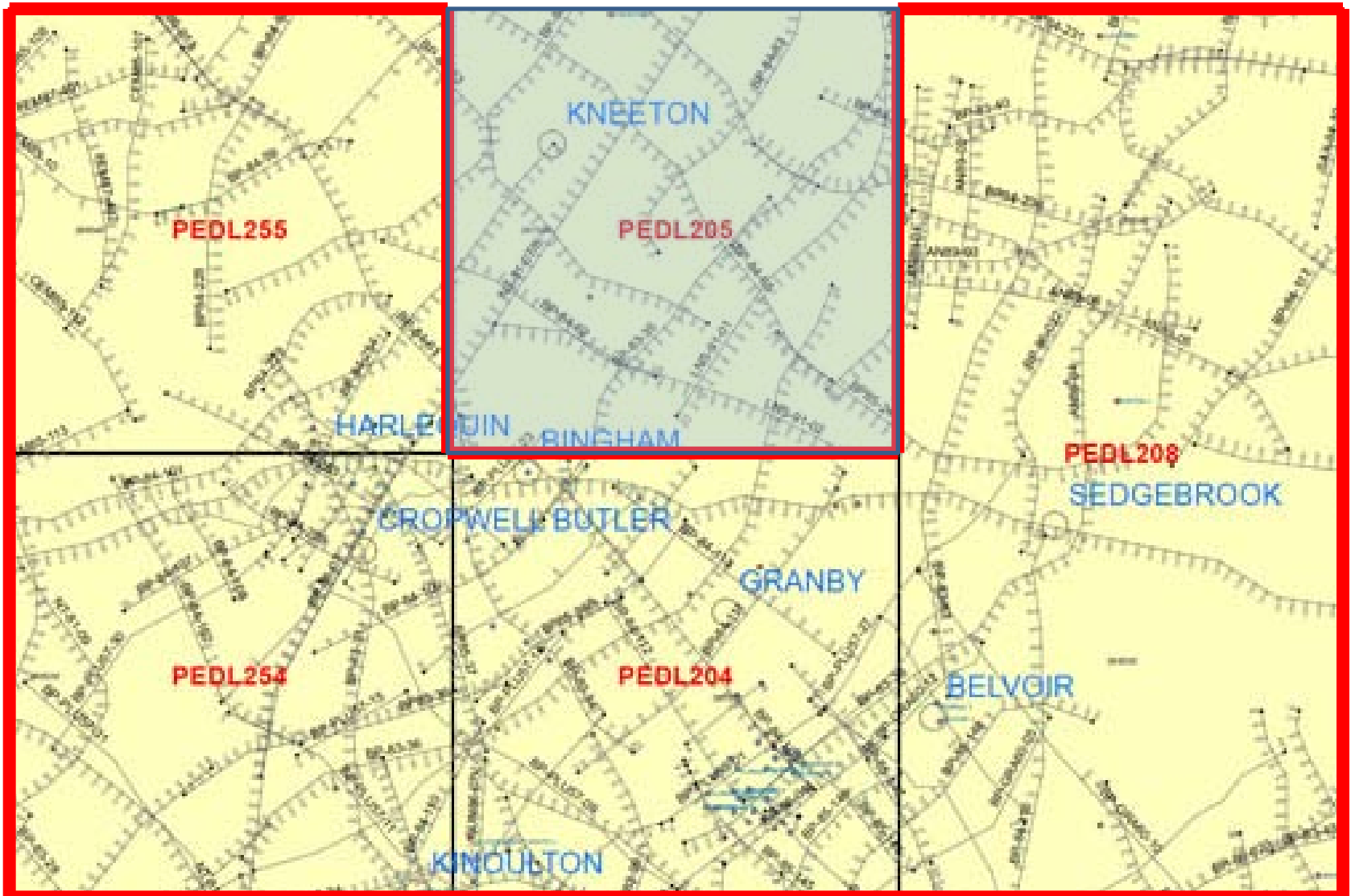
Organisation

- Built management team in the UK
- Moved UK office location from Nottingham to Woking (25km SW of London)
- Moved all East Midlands data and technical files from Calgary and Nottingham to Woking

Technical

- Purchased 950 km 2D seismic and 300+ logs/reports from nearby wells
- Reviewed and interpreted all data relevant to our existing Licenses
- Remapping of PEDLs 254, 204, 205 and 208, resulting in a downgrading of PEDL 205 and the Cropwell Butler prospect and has identified one new prospect
- Harlequin P50 reserves approx 0.4 MMbbls with 33% PoS

Revised Newton East Midlands Licenses



2011 Progress to Date - continued

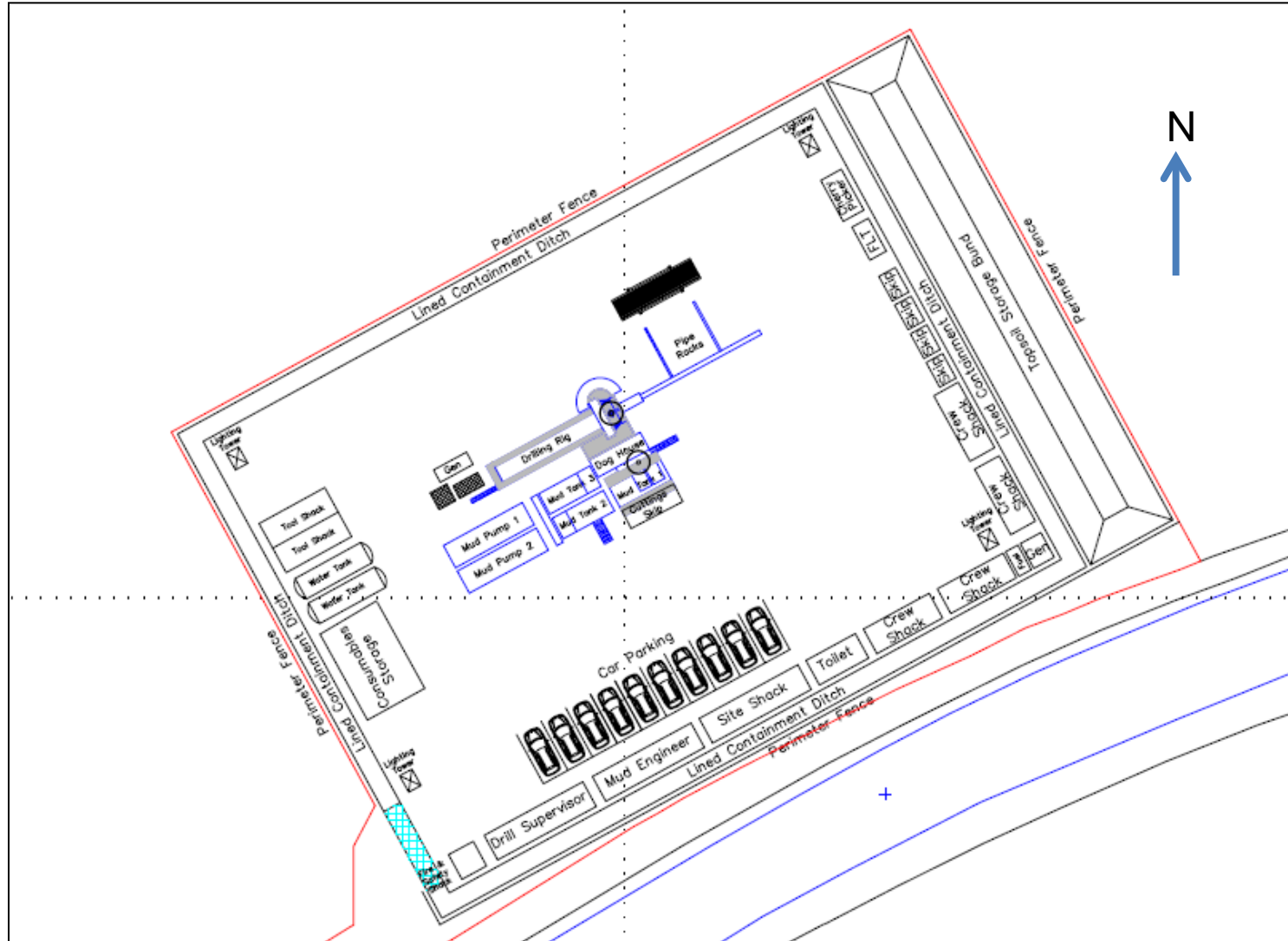
Commercial

- Prepared dataroom and currently in negotiations for farm-out of Harlequin well
- Ongoing negotiations with drilling contractors for provision of rig for Harlequin
- Commenced negotiations with Belvoir Castle estate for land lease
- Agreed relinquishment of PEDL 205 with DECC

Operations

- Prepared Harlequin wellsite
- Prepared detailed basis of design and drilling program for Harlequin
- Purchased long-lead items (wellhead / tubing hanger system)

Harlequin Well Site – Plan Area



Harlequin Well Site – View from East Side



Harlequin Well Site – Well Cellar



Forward Business Plan

East Midlands:

- First well site (Harlequin) construction completed 30 Sept 2011 on time & budget (£200k).
- Conclude farm-out negotiations
- Drill Harlequin: spud dependent on rig availability (Q1 – Q2 2012).
- Planning permission expected imminently for a further site (Sedgebrook), which has been under review by Highways Authority for 6 months.
- Detailed re-mapping of prospects (including a shale gas play) to be completed by year end. One new prospect (on PEDL 254) so far identified.
- Negotiations underway with Belvoir Castle owners for land lease on the Belvoir prospect.

New Business Activity

Areas of Focus:

- Have recognized that opportunities outside the UK can have far greater materiality than the East Midlands plays.
- Have evaluated onshore opportunities in Continental Europe in France, Romania, Germany and Poland.
- Visited 12 data rooms May-Oct on UK, Europe and Africa.
- Submitted bids to 3 companies: 2 for UK, 1 for West Africa.
- Currently evaluating/negotiating opportunities offshore West Africa and onshore North Africa for near-term exploration and development.
- Seeking to build a portfolio of acreage covering a range of low risk development to high risk/high reward exploration.

Summary

- Company is far better placed now than it was 1 year ago to grow the business:
 - Strong management team
 - Good technical evaluation of East Midlands acreage
 - Geared towards identification and evaluation of new business opportunities
- Considerable progress made towards spudding Newton's first well in the East Midlands
 - Site preparation complete, long-lead items delivered
 - Farm-out under negotiation
- Evaluation of several new business opportunities at an advanced stage