

Korea National Oil Corporation
1588-14 Gwanyang-dong,
Donggan-gu, Anyang-si,
Gyeonggi-do, 431-711
Republic of Korea

For the attention of Mr. Kang Young-Won,

25 August 2010

Dear Sirs,

We consent to the issue of the Offer Document dated 25 August 2010 (the "**Offer Document**") with the inclusion therein of the references to our name in the form and context in which it appears.

We attach, for the purposes of identification, an initialed copy of the Offer Document in substantially final form.

Yours faithfully,



Simon Mackenzie Smith
Managing Director of Investment Banking
Merrill Lynch International

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. If you are in any doubt as to the action you should take, you are recommended to seek your own personal financial advice immediately from your stockbroker, bank manager, solicitor, accountant or other independent financial adviser who, if you are taking advice in the United Kingdom, is authorised pursuant to the Financial Services and Markets Act 2000 or, if you are in a territory outside the United Kingdom, is an appropriately authorised independent financial adviser.

This document, and any documents incorporated into it by reference, should be read in conjunction with the accompanying Form of Acceptance which forms part of this document (if you hold Dana Shares in certificated form).

If you have sold or otherwise transferred all of your Dana Shares and/or your Dana Convertible Bonds (other than pursuant to the Offers), please send this document and the accompanying documents at once to the purchaser or transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for delivery to the purchaser or transferee. **However, the foregoing documents must not be forwarded, distributed or transmitted in, into or from any jurisdiction where to do so would constitute a violation of the relevant laws in that jurisdiction.** If you have sold or transferred part of your holding of Dana Shares and/or your Dana Convertible Bonds, please consult the bank, stockbroker or other agent through whom the sale or transfer was effected.

Final* Cash Offer
by
KOREA NATIONAL OIL CORPORATION
for
DANA PETROLEUM PLC



To accept the Share Offer in respect of Certificated Dana Shares, the Form of Acceptance should be completed, signed and returned as soon as possible and, in any event, so as to be received by Computershare by post at Corporate Actions Projects, Bristol BS99 6AH or by hand (during normal business hours only) at The Pavilions, Bridgwater Road, Bristol BS13 8AE not later than 1.00 p.m. (London time) on 23 September 2010.

Acceptances in respect of Uncertificated Dana Shares should be made electronically through CREST so that the TTE Instruction settles not later than 1.00 p.m. (London time) on 23 September 2010. If you are a CREST sponsored member you should refer to your CREST sponsor as only your CREST sponsor will be able to send the necessary TTE Instruction to Euroclear.

Dana Convertible Bondholders who wish to accept the Convertible Bond Offer in respect of Dana Convertible Bonds should submit or arrange to have submitted on their behalf to the relevant Clearing System as soon as possible, and in any event so as to be received by the relevant Clearing System not later than 1.00 p.m. (London time) on 23 September 2010, a duly completed Electronic Instruction Notice. Dana Convertible Bondholders should check with the bank, securities broker or any other intermediary through which they hold their Dana Convertible Bonds whether such intermediary will apply different deadlines for participation to those set out in this document and, if so, should follow those deadlines. The deadlines set by each of the Clearing Systems for submission of Electronic Instruction Notices will be earlier than the relevant deadlines as set out in this document.

The procedure for acceptance of the Offers is set out on page 6 and in paragraphs 15 and 16 of Part I of this document and, in respect of Certificated Dana Shares, is further described in the Form of Acceptance.

This document, together with all information incorporated into this document by reference to another source, will be available on KNOC's website http://www.knoc.co.kr/ENG/include/ma_pop.jsp by no later than 12 noon (London time) on 26 August 2010.

You may request a hard copy of this document and/or any information incorporated into this document by reference to another source by contacting Computershare at Corporate Actions Projects, Bristol BS99 6AH or on 0870 707 1887 (if calling from the UK) or +44 870 707 1887 (if calling from outside the UK) or (if you are a Dana Convertible Bondholder) by contacting BNP Paribas at Corporate Trust Services, 33, Rue de Gasperich, Hesperange L-5826 Luxembourg or on +352 26 96 20 00. You may also request that all future documents, announcements and information to be sent to you in relation to the Offers should be in hard copy form.

Bank of America Merrill Lynch is acting exclusively for KNOC and no one else in connection with the Offers and will not be responsible to anyone other than KNOC for providing the protections afforded to clients of Bank of America Merrill Lynch or for providing advice in connection with the Offers or any matter referred to herein.

Unless otherwise determined by KNOC or required by the City Code, and permitted by applicable law and regulation, subject to certain exemptions, the Offers will not be capable of acceptance from or within a Restricted Jurisdiction. Accordingly, copies of this document and the Form of Acceptance and any other accompanying document must not be, directly or indirectly, mailed or otherwise forwarded, distributed or sent (including, without limitation, by way of facsimile, transmission, telephone or internet) in, into or from a Restricted Jurisdiction and persons receiving this document, the Form of Acceptance and any other accompanying document (including custodians, nominees and trustees) must not mail or otherwise distribute or send them in, into or from such jurisdictions as doing so may invalidate any purported acceptance of the Offers. The availability of the Offers to Dana Shareholders and Dana Convertible Bondholders who are not resident in the United Kingdom or the United States may be affected by the laws of their relevant jurisdiction. Such persons should inform themselves about and observe any applicable legal or regulatory requirements of their jurisdiction.

* KNOC reserves its right to increase the Share Offer: (i) if a competitive situation arises (including if a third party announces an offer or possible offer for Dana); (ii) with the recommendation of the Dana Board; or (iii) if Dana announces any material new information after the date specified as the last date for any such announcements in Rule 31.9 of the City Code.