

Serica Energy plc
("Serica" or the "Company")

FIRST QUARTER 2008 REPORT TO SHAREHOLDERS

London, 29 April 2008 - Serica Energy plc (TSX Venture & AIM: SQZ) today announces its financial results for the three months ending 31 March 2008. The results and associated Management Discussion and Analysis are included below and copies are available [here](#) and at www.sedar.com

Q1 2008 Highlights

Operational

- Significant progress on the development of the Kambuna field, Indonesia
 - Excellent terms agreed for the sale of gas (average of approximately US\$6.00 per mcf expected)
 - Kambuna production platform successfully installed
 - Kambuna wells 2, 3 and 4 drilled and ready for completion and initial testing
 - First production due at the end of 2008
- Columbus Field Development Plan to be submitted to the UK authorities later this year
- Acquired additional 25.5% working interest in the Kutai PSC in East Kalimantan, Indonesia
- 2D seismic survey completed in Spain, data currently being interpreted

Financial & Corporate

- Completion of a placing raising approximately US\$49 million for the Company
- Jonathan Cartwright, Finance Director of Caledonia Investments plc, joined the Board as a non-executive director

Forward Programmes

South East Asia

- Kambuna development continues
 - Onshore and offshore pipelines to be laid and onshore facilities to be built later this year
- Offshore South Vietnam - Exploration well due to be drilled in 2H 08

Europe

- Two appraisal wells due to be drilled on the Bream field in Norway in Q3 2008
- Site surveys to be completed in the Slyne basin, Offshore Ireland in Q3 2008, ahead of a 2009 drilling programme
- Site survey to be carried out in the Chablis gas field, in preparation for drilling an appraisal well

Serica's Chief Executive, Paul Ellis commented:

"For the remainder of 2008 Serica's priority is the completion of the Kambuna field development programme with first production targeted for the end of the year. Serica also expects to participate in the drilling or completion of seven development, exploration or appraisal wells in Western Europe and South East Asia.

Serica's strategic objective is to bring forward its development programmes and to build its production revenue base as rapidly as possible, in order to make the business self-sufficient and to create shareholder value."

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The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

To receive Company news releases via email, please contact sarah@chfir.com and specify "Serica press releases" in the subject line.