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If you have sold or otherwise transferred all of your Existing Ordinary Shares, please forward this document, together with the accompanying Form of Proxy, at once to the purchaser or transferee or the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee, except that no such document should be despatched to any of the Restricted Jurisdictions. If you have sold or otherwise transferred part of your holding of Existing Ordinary Shares please consult the bank, stockbroker or other agent through whom the sale or transfer was effected.

The Placing Shares are not being made available to the public in conjunction with the Placing. The Placing Shares will, upon Admission, rank pari passu in all respects with the Existing Ordinary Shares.

AIM is a market designed primarily for emerging or smaller companies to which a higher investment risk tends to be attached than to larger or more established companies. AIM securities are not admitted to the Official List of the Financial Services Authority.

A prospective investor should be aware of the risks in investing in such companies and should make the decision to invest only after careful consideration and, if appropriate, consultation with his or her own independent financial adviser.

The London Stock Exchange has not itself examined or approved the contents of this document.

The Directors of Island Gas Resources plc, whose names are set out on page 4 of this document, accept responsibility for the information contained in this document including individual and collective responsibility for compliance with the AIM Rules for Companies. To the best of the knowledge of the Directors (who have taken reasonable care to ensure that such is the case), the information contained in this document is in accordance with the facts and contains no omission likely to affect its import.

The Proposed Director takes no responsibility whatsoever for the information contained in this document and accepts no liability to any person in respect of his or her decision in acquiring Ordinary Shares in reliance on any part of this document, save in relation to information on himself and LCM.



**Island Gas Resources plc
(to be renamed IGas Energy plc)**

(Incorporated in England and Wales under the Companies Act 1985 with registered number 4981279)

**Proposed placing of 22,916,667 new Ordinary Shares at 60 pence per share fully
underwritten by Levine Capital Management Limited and proposed changes
to the board of directors**

Notice of General Meeting



There is set out at the end of this document Notice of a General Meeting of the Company to be held at the offices of Morrison & Foerster (UK) LLP, CityPoint, One Ropemaker Street, London EC2Y 9AW at 3.30 p.m. on 10 December 2009. A Form of Proxy for use at the General Meeting is enclosed. Shareholders are requested to complete and return the Form of Proxy whether or not they intend to be present at the meeting. **To be valid, Forms of Proxy should be completed and signed in accordance with the instructions printed thereon and returned as soon as possible and, in any event, so as to be received by the Company's registrars, Computershare Investor Services plc, PO Box 1075, The Pavilions, Bridgewater Road, Bristol BS99 6ZZ, by not later than 3.30 p.m. on 8 December 2009.** Alternatively, in respect of Existing Ordinary Shares held in CREST a proxy may be appointed electronically by following the instructions in Note (6) on page 12. Completion and return of Forms of Proxy or the electronic appointment of a proxy will not preclude Shareholders from attending and voting at the meeting should they so wish.

Cenkos Securities plc, which is regulated and authorised in the United Kingdom under the Financial Services and Markets Act 2000 by the Financial Services Authority, is acting exclusively for the Company as nominated adviser, broker and placing agent for the purpose of the AIM Rules for Nominated Advisers and the AIM Rules for Companies. Cenkos Securities plc is not acting for any other person and will not be responsible to any other person for providing the protections afforded to clients of Cenkos Securities plc, or for advising any other person in connection with the matters described in this document. The responsibilities of Cenkos Securities plc, as nominated adviser, are owed solely to the London Stock Exchange and not to the Company or to any Director or to any other person in respect of any decision to acquire Placing Shares in reliance on any part of this document.

This document does not constitute an offer to sell or issue, or the solicitation of an offer to buy or subscribe for, Placing Shares in any jurisdiction and in particular is not for release, publication or distribution in or into any of the Restricted Jurisdictions. The Placing Shares have not been, nor will be, registered in the United States under the United States Securities Act of 1933, as amended, and no action has been taken to allow the distribution of the Placing Shares under the securities laws of any other Restricted Jurisdiction. Accordingly, they may not be offered or sold, directly or indirectly, within any of the Restricted Jurisdictions or to, or for the account or benefit of, any person in, or any national, citizen or resident of, any of the Restricted Jurisdictions or to any corporation, partnership or other entity created or organised under the laws of any of the Restricted Jurisdictions. The distribution of this document outside the United Kingdom may be restricted by law and therefore persons outside the United Kingdom into whose possession this document comes should inform themselves about and observe any restrictions as to the Placing, the Placing Shares or the distribution of this document. Any failure to comply with these restrictions may constitute a violation of the securities laws of any such jurisdiction.

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PLACING STATISTICS{ TC \ "1" }

Placing Price	60p
Number of Existing Ordinary Shares	68,096,308
Number of Placing Shares to be issued pursuant to the Placing	22,916,667
Number of Ordinary Shares in issue following the issue of the Placing Shares	91,012,975
Number of Placing Shares as a percentage of the enlarged issued share capital following the Placing	25.18%
Net proceeds of the Placing receivable by the Company ⁽¹⁾	£12,853,124

(1) Net proceeds are stated after deduction of estimated total expenses of approximately £0.9 million

EXPECTED TIMETABLE OF PRINCIPAL EVENTS{ TC \ "1" }

Latest time and date for receipt of Forms of Proxy	3.30 p.m. on 8 December 2009
General Meeting	3.30 p.m. on 10 December 2009
Admission and commencement of dealings in Placing Shares on AIM	11 December 2009
Delivery in CREST of Placing Shares to be held in uncertificated form	11 December 2009

DEFINITIONS{ TC \1 "1"}

The following definitions apply throughout this document unless the context requires otherwise:

“£”	the lawful currency of the United Kingdom
“Admission”	admission of the Placing Shares to trading on AIM and such admission becoming effective in accordance with Rule 6 of the AIM Rules for Companies
“AIM Rules for Companies”	the rules for AIM companies issued by the London Stock Exchange (as amended from time to time)
“AIM Rules for Nominated Advisers”	the rules for nominated advisers issued by the London Stock Exchange (as amended from time to time)
“AIM”	AIM, a market of the London Stock Exchange
“Cenkos”	Cenkos Securities plc, 6.7.8. Tokenhouse Yard, London EC2R 7AS
“Contingent Recoverable Resources”	a Contingent Resource is classified as quantities of petroleum estimated, as of a given date, to be potentially recoverable from known accumulations by application of development projects, but which are not currently considered to be commercially recoverable due to one or more contingencies. Further, there is, as of a given date, no certainty that it will be commercially viable to produce any portion of the contingent resources evaluated. Contingent Recoverable Resources are further divided into three status groups: marginal, sub-marginal, and undetermined. IGas’ contingent resources all fall into the undetermined group. Undetermined is the status group where it is considered premature to clearly define the ultimate chance of commerciality.
“CREST”	the electronic settlement system operated by Euroclear UK & Ireland Limited, which facilitates the transfer of title to securities in uncertificated form
“Directors” or “Board”	the directors of the Company whose names are set out on page 4 of this document
“Existing Ordinary Shares”	the 68,096,308 Ordinary Shares in issue at the date of this document, all of which are admitted to trading on AIM
“Financial Services Authority”	the Financial Services Authority of the United Kingdom
“Form of Proxy”	the form of proxy for use at the GM, enclosed with this document
“Four Oaks, North Dees and Parkside Licences”	together PEDLs 116, 145, 184, 190 and 193
“General Meeting” or “GM”	the general meeting of the Company to be held at the offices of Morrison & Foerster (UK) LLP, CityPoint, One Ropemaker Street, London EC2Y 9AW at 3.30 p.m. on 10 December 2009, notice of which is set out at the end of this document
“IGas Group” or “Group”	the Company and its subsidiaries
“IGas” or “Company”	Island Gas Resources plc (to be renamed IGas Energy plc)
“IGL”	Island Gas Limited, IGas’ subsidiary holding all its licences

“LCM”	Levine Capital Management Limited, a company registered in the British Virgin Islands
“London Stock Exchange”	London Stock Exchange plc
“Nexen”	Nexen Exploration U.K. Limited
“Notice of GM”	the notice convening the GM set out at the end of this document
“Ordinary Shares”	ordinary shares of £0.50 each in the capital of the Company
“PEDL”	United Kingdom Petroleum Exploration and Development Licence
“Placing Agreement”	the conditional agreement dated 25 November 2009 between the Company, LCM and Cenkos relating to the Placing
“Placing Price”	60 pence per Placing Share
“Placing Shares”	the 22,916,667 new Ordinary Shares to be issued by the Company at the Placing Price pursuant to the Placing Agreement
“Placing”	the proposed placing of the Placing Shares pursuant to the Placing Agreement
“Point of Ayr Licences”	together PEDL 107 and SPPL 1481 (comprising blocks 110/18, 110/19 and 110/23)
“Proposed Director”	John Hamilton
“Resolutions”	the resolutions set out in the Notice of GM
“Restricted Jurisdictions”	the United States, Canada, Australia, Japan, New Zealand and South Africa
“Shareholders”	holders of Ordinary Shares
“UK”	the United Kingdom of Great Britain and Northern Ireland
“United States” or “US”	the United States of America, its territories and possessions, any State of the United States and the District of Columbia

Glossary

2C – best estimate of resource quantity

Bcf – Billion cubic feet

BOE – barrel of oil equivalent

BOEPD – barrels of oil equivalent per day

E&P – exploration and production

GIIP – gas initially in place

mmscfd – millions of standard cubic feet per day (of gas)

scf – standard cubic feet

TCF – trillion cubic feet

PART I
Letter from the Chairman{ TC \ "1"}
Island Gas Resources plc

(Incorporated in England and Wales with registered number 4981279)

Directors:

Francis Gugen (Executive Chairman)
Andrew Austin (Chief Executive Officer)
Brent Cheshire (Executive Technical Director)
John Bryant (Senior Independent Non-Executive Director)
Richard Armstrong (Non-Executive Director)
Peter Redmond (Non-Executive Director)

Registered Office:

International House
1-6 Yarmouth Place
London
W1J 7BU

25 November 2009

Dear Shareholder

**Proposed placing of 22,916,667 new ordinary shares at 60 pence per share fully underwritten
by Levine Capital Management Limited, proposed changes to the board of directors
and change of name to IGas Energy plc**

Introduction{ TC \ "2"}

Since admission to the AIM market in December 2007 the business has been developed in line with the strategic direction set by the Board, as explained in previous communications to shareholders. The Company, which is now producing, has the opportunity to take another significant step forward by farming-up in certain of the licences held jointly with Nexen Exploration UK Limited and by becoming operator of more than 50% of its Contingent Recoverable Resources, which will see development drilling being accelerated. In order to take advantage of these new opportunities, the Board has resolved to raise £13.75 million gross by way of a placing of shares. The proceeds of the Placing will be used, inter alia, to finance a work programme for the farm up with Nexen, to fund operatorship and related increased costs of greater working interests in existing licences and to advance production drilling. The Placing has been fully underwritten by LCM, further details of which are set out below.

These arrangements taken together are accretive for existing shareholders since Contingent Recoverable Resources per share will be greater after the Placing than they were before, because the size of the Contingent Recoverable Resources being acquired through the farm-up with Nexen. They will also see the Company accelerating the pace of its development programme.

After canvassing a small number of institutional shareholders and after discussions with the Company's nominated adviser, the Company has decided to proceed with a placing of ordinary shares rather than conducting a rights issue or an open offer, with a view also to diversifying the Company's shareholder base and saving the not insignificant costs associated with conducting a rights issue or open offer.

In order to take advantage of the fundraising opportunity, your Board is seeking approval from its shareholders for resolutions to be proposed at a general meeting of the Company which has been convened at 3.30 p.m. on 10 December 2009 at the offices of Morrison & Foerster (UK) LLP, CityPoint, One Ropemaker Street, London EC2Y 9AW. It is also proposed that changes be made to the Board and that the name of the Company be changed at the general meeting, further details of which are set out below.

The purpose of this document is to inform shareholders of the nature and purpose of the resolutions to be proposed at the general meeting and to recommend that you vote in favour of the resolutions which your Board believes are necessary to give the Company the ability to take advantage of the opportunities described herein.

Background to the Placing{ TC \ "2"}

The Company has concluded an agreement with Nexen, which is conditional upon Admission, pursuant to which the Company will be able to increase its interest in the Point of Ayr Licences and the Four Oaks, North Dees and Parkside Licences. Currently the Company and Nexen have equal 50% interests in the Point of Ayr Licences. In respect of the Four Oaks, North Dees and Parkside Licences, Nexen have an 80% interest and the Company has a 20% interest. The Company will now acquire an additional 25% interest in each Point of Ayr Licence (increasing its interest to 75% in each Point of Ayr Licence) and an additional 15% interest in each Four Oaks, North Dees and Parkside Licence (increasing its interest to 35% in each of these licences). The consideration for the licence interest acquisition is the sum of £5 million which will be used to fund a carried work programme. The effect of the acquisition is to increase the Company's GIIP by 970 Bcf, an increase of 38% on current GIIP. As part of the arrangements with Nexen the Company will also (subject to the usual Secretary of State for Energy and Climate Change consent) become the operator of the Point of Ayr Licences. The increase in the Company's percentage interests in the Point of Ayr Licences increases its exposure not only to the gas in coal but also to possible conventional and shale opportunities.

Current trading and prospects{ TC \ "2"}

The Company believes that it is now the largest E&P company dedicated to UK onshore gas production currently selling gas. The Company estimates that it has net 2C Contingent Recoverable Resources of some 0.8 TCF of gas (140 million BOE), or sufficient to supply electricity to approximately 7% of all UK households for 15 years. Pilot production is ongoing and the Company expects full scale commercial production to commence in 2011. The Company's onshore assets base contributes to UK energy security and the Company's land access rights and access to the market and customers are proven.

The Company has extensive pre-existing data sets both from bore hole and seismic studies covering its acreage. The data sets have been corroborated by 7 wells drilled by IGas, in conjunction with its partner Nexen, and overall 320 bore holes have been used to substantiate estimates of Contingent Recoverable Resources. The Company is currently re-evaluating over 890 Km of pre-existing 2D seismic data covering its Point of Ayr acreage, so as to evaluate conventional and shale potential in these areas.

The Company is now producing at Doe Green where the Company has 3 lateral and 1 vertical wells. One of these laterals (Doe Green well 2) has been producing for more than 1 year at an average production rate of 45,000 scf per day of high quality methane with the other laterals and vertical currently dewatering. Gas produced at Doe Green is currently being used to generate electricity and is being sold via the electricity grid. Two additional pilot sites are expected to be on stream by the end of 2010, one at the Company's Keele site (where onsite activity is expected to commence prior to the end of 2009) and a further site at Point of Ayr where site selection is currently underway.

First full site production is targeted for 2011 and the Company is targeting 20-50 sites for production between 2011 and 2014. Sites are planned to consist of 4-6 wells with 24,000-40,000 ft of lateral in each well. Each site is expected to produce between 7 and 20 Bcf over 15 years (gross). The production from each site is expected to peak at between 4 and 10 mmscfd (650-1,700 BOEPD) (gross). The Company is using production technology which is known and has been demonstrated to be effective in other countries. Planning has been obtained for 8 pilot/production sites to date from a variety of land owners and planning authorities.

The Company currently operates in a highly realisable gas price environment. The Company also has direct access to many large customers with no material pipeline infrastructure required and has the legal right to access both low and high pressure gas networks. Sales can therefore be direct or through gas or electricity grids.

Reasons for the Placing and use of proceeds{ TC \ "2"}

The Placing will enable the Company to complete the acquisition of interests described above from Nexen. £5 million of the proceeds will be used to finance a work programme in the licence areas being acquired. A further £2.5 million will be used to fund operatorship and the related increased costs of greater working interests and existing licences; in this regard the Company will become the operator, subject to Secretary of State approval, of the Point of Ayr Licences. The balance of the Placing proceeds will be used to advance production drilling in accordance with the Company's strategic plans.

Details of the Placing{ TC \l "2"}

IGas is proposing to raise approximately £13.75 million through the issue of 22,916,667 Placing Shares pursuant to the Placing at 60 pence per Placing Share. As announced today, Cenkos has, as agent for the Company, conditionally placed 14,041,667 Placing Shares at the Placing Price with various institutional and other investors.

In addition, as part of the Placing, LCM has agreed to subscribe for 8,875,000 of the Placing Shares at the Placing Price. LCM is the private investment fund of Peter Levine. LCM invests in a range of both public and private securities and assets, with an emphasis on oil and gas. Peter Levine already holds 2,500,000 Existing Ordinary Shares in the Company representing 3.7 per cent. of the Existing Ordinary Shares. The 8,875,000 Placing Shares agreed to be subscribed by LCM will result in LCM holding 9.75 per cent. of the enlarged issued share capital of the Company after the Placing and when combined with the holding of Peter Levine of 3.7 per cent. of the Existing Ordinary Shares will result in a combined holding of 12.5 per cent. of the issued share capital following the Placing.

LCM has also conditionally agreed that, to the extent that Cenkos is unable to procure subscribers for the remaining 14,041,667 Placing Shares, it will subscribe as principal for those Placing Shares at the Placing Price. Were LCM required to subscribe for all of the Placing Shares in the Placing, LCM would following the Placing hold 25.18 per cent. of the enlarged issued share capital of the Company and when aggregated with the Existing Ordinary Shares held by Peter Levine, 27.93 per cent. of the enlarged issued share capital of the Company.

The Placing Agreement and the issue of the Placing Shares is conditional, *inter alia*, upon:

- (a) the passing at the GM of the Resolutions; and
- (b) Admission,

and such conditions being fulfilled not later than 8.00 a.m. on 11 December 2009 (or by such later time and/or date as Cenkos and LCM may agree, but in any event not later than 8.00 a.m. on 18 December 2009).

The Placing Agreement is also terminable by Cenkos and LCM in certain circumstances up until the time of Admission, including, *inter alia*, should the Company fail to comply in a material respect with any of its obligations under the Placing Agreement, or should there be a breach of a warranty contained in the Placing Agreement, or a force majeure event takes place, or a material adverse change occurs to the business of the Company or any of its subsidiaries. The Placing Agreement contains various warranties given by the Company in favour of Cenkos and LCM with respect to the business of the Group and certain matters connected with the Placing. In addition, the Company has given indemnities to Cenkos and LCM in connection with the Placing and the performance by Cenkos and LCM of their services in relation to the Placing.

The Placing Price represents a discount of approximately 5.8 per cent. to the mid-market closing price of 63.5 pence per Ordinary Share on 25 November 2009, being the last practicable dealing day prior to the publication of this document. The Placing Shares represent approximately 25.18 per cent. of the enlarged issued share capital of the Company following the Placing.

Application will be made to the London Stock Exchange for the Placing Shares to be admitted to trading on AIM and it is anticipated that dealings in the Placing Shares will commence on AIM at 8.00 a.m. on 11 December 2009.

Change of Name{ TC \l "2"}

The Board has decided to recommend to Shareholders that the Company's name be changed to "IGas Energy plc" to more closely track the stage of maturity the Company has now reached. The Directors do not expect the change of name to represent any material cost to the Company.

Board Changes{ TC \l "2"}

We are delighted to welcome John Hamilton to the Board. John will take up the role of non-executive director of the Company conditional upon Admission taking place. John is currently Managing Director of Levine

Capital Management Limited a UK incorporated company and was previously Group Finance Director of Imperial Energy Corporation plc. Prior to joining Imperial Energy Corporation plc, Mr. Hamilton worked for more than 15 years with ABN AMRO. Further details of John's background are set out in paragraph 6 of Part II.

Following completion of the Placing Peter Redmond will step down from the Board. Peter has been a non-executive director of the Company since before IGL reversed into the Company in 2007. Peter's assistance over the years has been invaluable, particularly in restructuring and refinancing the Company prior to IGL being reversed in, and in thereby bringing IGL to the Market. He is leaving to pursue his other business interests. The whole Board joins me in thanking Peter for his contribution.

General Meeting{ TC \ 1 "2" }

Shareholders will find at the end of this document a notice convening a General Meeting of the Company, to be held at the offices of Morrison & Foerster (UK) LLP, CityPoint, One Ropemaker Street, London EC2Y 9AW at 3.30 p.m. on 10 December 2009.

At the General Meeting, the following Resolutions will be proposed:

Ordinary resolutions

- (1) to appoint as a Director, John Hamilton, in accordance with article 33.1 of the Company's articles of association.
- (2) to grant the Directors authority to allot the Placing Shares pursuant to the Placing Agreement.

Special resolution

- (3) to disapply the statutory pre-emption rights in relation to the allotment of the Placing Shares.
- (4) to change the name of the Company to "IGas Energy plc".

The Directors have irrevocably undertaken to vote in favour of the Resolutions in respect of their entire shareholdings, together representing 74.35 per cent. of the Existing Ordinary Shares. Peter Levine, the founder of LCM, has also undertaken to vote in favour of the Resolutions in respect of a further 2,500,000 Existing Ordinary Shares representing 3.7 per cent. of the Existing Ordinary Shares.

Action to be taken{ TC \ 1 "2" }

Shareholders will find enclosed with this document a Form of Proxy for use at the General Meeting.

It is important that you complete and sign the enclosed Form of Proxy in accordance with the instructions printed thereon and return it to the Company's registrars, Computershare Investor Services plc, PO Box 1075, The Pavilions, Bridgewater Road, Bristol BS99 6ZZ, as soon as possible and in any event so as to be received by no later than 3.30 p.m. on 8 December 2009. Alternatively, a proxy may be appointed electronically by following the instructions in Note (6) on page 12. Completion and return of the Form of Proxy or the electronic appointment of a proxy will not preclude you from attending and voting at the meeting, should you wish to do so.

Recommendation{ TC \ 1 "2" }

The Directors consider the terms of the Placing to be in the best interests of the Company and the Shareholders as a whole.

Accordingly, the Directors unanimously recommend Shareholders to vote in favour of the Resolutions at the General Meeting, as they have undertaken to do in respect of their own beneficial holdings of Ordinary Shares amounting, in aggregate, to approximately 74.35 per cent. of the Existing Ordinary Shares.

Yours sincerely
Francis Gugen
Chairman

PART II
Additional information{ TC \l "1"}

1. Share capital

The issued share capital of the Company as at the date of this document and as it is expected to be immediately following Admission is as follows:

	<i>At present</i>		<i>Following Admission</i>	
	<i>Number</i>	<i>£</i>	<i>Number</i>	<i>£</i>
Ordinary Shares in issue	68,096,308	34,048,154	91,012,975	45,506,487

The Placing Shares to be issued under the Placing Agreement will, on Admission, rank pari passu in all respects with the Existing Ordinary Shares.

2. Directors' interests

As at 24 November 2009 (being the latest date prior to the publication of this document) the interests in the issued Ordinary share capital of the Company of each of the Directors and their families within the meaning of the AIM Rules for Companies (all of which, unless otherwise stated) are beneficial and the interests they are expected to have following Admission are or will be as follows:

<i>Director</i>	<i>At Present</i>	<i>Following Admission</i>
	<i>Number of Ordinary Shares</i>	<i>Number of Ordinary Shares</i>
Francis Gugen	27,615,764	27,615,764
Andrew Austin	11,429,253	11,429,253
Brent Cheshire	11,429,253	11,429,253
Richard Armstrong*	58,460	58,460
Peter Redmond*	50,770	50,770
John Bryant*	50,370	50,370

* Richard Armstrong, Peter Redmond and John Bryant each hold 110,000 warrants; with each warrant entitling them to acquire one Ordinary Share. Each warrant holder is entitled exercise 82,500 warrants at a price of 55p with the balance of 27,500 being exercisable at a price of 75p.

3. Market prices

The following table shows the closing mid market quotations for Ordinary Shares on the first dealing day in each of the six months preceding the date of this document and on 23 November 2009 (being the last practicable dealing day before the publication of this document), as extracted from the Daily Official List of the London Stock Exchange:

<i>Date</i>	<i>Price</i>
23 November 2009	£0.635
2 November 2009	£0.635
1 October 2009	£0.645
1 September 2009	£0.650
3 August 2009	£0.685
1 July 2009	£0.725
1 June 2009	£0.645

4. Post balance sheet events

Save as disclosed in Part I of this document in the sections entitled "Background to the Placing" and "Current trading and prospects", there has been no significant change in the financial or trading position of any member of the Group since 31 December 2008, the date to which the most recent audited consolidated financial statements of the Group were prepared.

5. Consent

Cenkos of 6.7.8. Tokenhouse Yard, London EC2R 7AS, which is regulated and authorised in the UK by the Financial Services Authority, has given and has not withdrawn its written consent to the issue of this document with the inclusion herein of its name and references to it in the form and context in which they appear.

LCM of PO Box 3152, Road Town, Tortola, British Virgin Islands has given and has not withdrawn its written consent to the issue of this document with the inclusion herein of its name and references to it in the form and context in which they appear.

6. Information in respect of John Hamilton

John Andrew Hamilton is Managing Director of Levine Capital Management Limited, a UK incorporated company and was previously Group Finance Director of Imperial Energy Corporation PLC, the Russia-focused oil exploration and production company which was acquired by the Indian state-owned energy firm, Oil and Natural Gas Corporation Limited, for US\$2 billion in January 2009. Prior to joining Imperial Energy, John held senior positions at ABN AMRO.

It is proposed that he will also be appointed a Non-executive Director of Meridian Petroleum plc (to become known as President Petroleum plc) upon completion of a proposed Placing and Open Offer by that company in early December 2009.

There is no information in relation to the appointment of John Hamilton, aged 43, which is required to be disclosed pursuant to Schedule 2 paragraph (g) of the AIM Rules other than as follows:

- (a) Current directorships
 - Levine Capital Management Limited
- (b) Past directorships within the previous 5 years
 - Imperial Energy Corporation PLC
 - Imperial Energy Limited
 - Imperial Energy Kostanai Limited
 - Rus Imperial Corporation PLC
 - Rus Imperial Limited

Following the Placing John Hamilton will be beneficially interested in 85,000 Ordinary Shares out of the 8,875,000 Placing Shares to be subscribed for by LCM.

7. Net proceeds

The total costs and expenses relating to the Placing which are payable by the Company are estimated to amount to £896,876 (including any applicable VAT). This amount includes £859,376 of commission payable to Cenkos and LCM. The net proceeds of the Placing are therefore expected to amount to £12,853,124.

8. Documents available

Copies of this document will be available for inspection during normal business hours on any weekday (Saturdays and public holidays excepted) at the offices of Cenkos at 6.7.8. Tokenhouse Yard, London EC2R 7AS up until the date of Admission.

Island Gas Resources plc
(Incorporated in England and Wales with registered number 4981279)
(the “Company”)

NOTICE OF GENERAL MEETING{ TC\1 "2"}

NOTICE IS HEREBY GIVEN that a General Meeting of the Company will be held at the offices of Morrison & Foerster (UK) LLP, CityPoint, One Ropemaker Street, London EC2Y 9AW, on 10 December 2009 at 3.30 p.m. for the purpose of considering and, if thought fit, passing the following Resolutions, of which Resolutions 1 and 2 will be proposed as Ordinary Resolutions and Resolutions 3 and 4 will be proposed as Special Resolutions.

ORDINARY RESOLUTIONS

1. THAT, conditional upon Admission (as defined in the circular of which this notice forms part) John Hamilton be appointed as a Director of the Company.
2. THAT the Directors be and they are hereby generally and unconditionally authorised pursuant to section 551 of the Companies Act 2006 (the “Act”) to exercise all the powers of the Company to allot shares in the Company and to grant rights to subscribe for or to convert any security into such shares (all of which transactions are hereafter referred to as an allotment of “relevant securities”) up to an aggregate nominal amount of £11,458,333.50 (in addition to the existing authority conferred on the Directors by the ordinary resolution passed by the Company on 10 July 2009, which shall continue in full force and effect). The authority conferred by this resolution shall expire on 10 December 2010 (unless previously revoked or varied by the Company in general meeting) save that the Company may before such expiry, revocation or variation make an offer or agreement which would or might require relevant securities to be allotted after such expiry, revocation or variation and the Directors may allot relevant securities in pursuance of such offer or agreement as if the authority hereby conferred had not expired or been revoked or varied.

SPECIAL RESOLUTIONS

3. THAT subject to and conditionally upon the passing of resolution 2 above and in addition to all existing powers of the Directors under section 95 of the Companies Act 1985 which shall continue in full force and effect, the Directors are empowered pursuant to section 570 of the Act to allot equity securities (as defined by section 560 of the Act for cash pursuant to the authority conferred by resolution 2 as if section 561 of the Act did not apply to any such allotment, provided that such power shall, subject to the continuance of the authority conferred by resolution 2, expire on 10 December 2010, but may be previously revoked or varied from time to time by special resolution but so that the Company may before such expiry, revocation or variation make an offer or agreement which would or might require equity securities to be allotted after such expiry, revocation or variation and the Directors may allot equity securities in pursuance of such offer or agreement as if such power had not expired or been revoked or varied and provided further that such power shall be limited to the allotment of equity securities of up to an aggregate nominal amount of £11,458,333.50 pursuant to the Placing described in the circular of the Company dated 25 November 2009 to which this notice is attached.
4. THAT the name of the Company be changed to “IGas Energy plc”.

BY ORDER OF THE BOARD
MoFo Secretaries Limited
Company Secretary

Registered office:
International House
1-6 Yarmouth Place
London
W1J 7BU

25 November 2009

Notes:

- (1) A Shareholder entitled to attend and vote at the meeting is also entitled to appoint one or more proxies to attend, speak and vote on a show of hands and on a poll instead of him or her. The proxy need not be a member of the Company. Where a Shareholder appoints more than one proxy, each proxy must be appointed in respect of different shares comprised in his or her shareholding which must be identified on the proxy form. Each such proxy will have the right to vote on a poll in respect of the number of votes attaching to the number of shares in respect of which the proxy has been appointed. Where more than one joint Shareholder purports to appoint a proxy in respect of the same shares, only the appointment by the most senior Shareholder will be accepted as determined by the order in which their names appear in the Company's register of members. If you wish your proxy to speak at the meeting, you should appoint a proxy other than the chairman of the meeting and give your instructions to that proxy.
- (2) To be effective an instrument appointing a proxy and any authority under which it is executed (or a notorially certified copy of such authority) must be deposited at the offices of Computershare Investor Services plc, at PO Box 1075, The Pavilions, Bridgewater Road, Bristol BS99 6ZZ not later than 3.30 p.m. on 8 December 2009 except that, (a) should the meeting be adjourned, such deposit may be made not later than 48 hours before the time of the adjourned meeting and (b) in the case of a poll taken more than 48 hours after it was demanded, such deposit may be made not later than 24 hours before the time appointed for the taking of the poll. In calculating the said periods of 48 and 24 hours for the deposit of a proxy, there is to be excluded any part of a day which is a Saturday or Sunday, Christmas Day, Good Friday or a bank holiday in England. A Form of Proxy is enclosed with this notice. Shareholders who intend to appoint more than one proxy can obtain additional Forms of Proxy from Computershare Investor Services plc by telephoning them on 0870 707 1106. Alternatively, the form provided may be photocopied prior to completion. Alternatively, in respect of shares held in CREST one or more proxies may be appointed electronically by following the instructions in Note (6) below. Completion and return of the Form of Proxy or the electronic appointment of a proxy will not preclude Shareholders from attending and voting in person at the meeting.
- (3) An abstention (or "vote withheld") option has been included on the Form of Proxy and in the available options for electronic proxy voting. The legal effect of choosing the abstention option on any resolution is that the shareholder concerned will be treated as not having voted on the relevant resolution. The number of votes in respect of which there are abstentions will however be counted and recorded, but disregarded in calculating the number of votes for or against each resolution.
- (4) In accordance with Regulation 41 of the Uncertificated Securities Regulations 2001, the Company specifies that only those Shareholders registered in the register of members of the Company as at 3.30 p.m. on 8 December 2009 or, in the event that the meeting is adjourned, in such register not later than 48 hours before the time of the adjourned meeting, shall be entitled to attend, or vote (whether in person or by proxy) at the meeting in respect of the number of shares registered in their names at the relevant time. Changes after the relevant time will be disregarded in determining the rights of any person to attend or vote at the meeting.
- (5) In order to facilitate voting by corporate representatives at the meeting, arrangements will be put in place at the meeting so that (i) if a corporate shareholder has appointed the Chairman of the meeting as its corporate representative with instructions to vote on a poll in accordance with the directions of all the other corporate representatives for that shareholder at the meeting who have been appointed in respect of different parts of the holding of that corporate shareholder then on a poll those corporate representatives will give voting directions to the Chairman and the Chairman will vote (or withhold a vote) in respect of each different part of the shareholding as corporate representative in accordance with the directions he has received from such corporate representatives in relation to the respective parts of the shareholding in respect of which they are each appointed or (ii) if more than one corporate representative for the same corporate shareholder attends the meeting but the corporate shareholder has not appointed the Chairman of the meeting as its corporate representative, a designated corporate representative will be nominated, from those corporate representatives who attend, who will vote on a poll in accordance with the directions he receives from the other corporate representatives in respect of the parts of the corporate shareholders shareholding in respect of which such corporate representatives have each been appointed. Corporate shareholders are referred to the guidance issued by the Institute of

Chartered Secretaries and Administrators on proxies and corporate representatives – www.icsa.org.uk – for further details of this procedure. The guidance includes a sample form of representation letter if the Chairman is being appointed as described in (i) above.

- (6) CREST members who wish to appoint a proxy or proxies by using the CREST electronic proxy appointment service may do so by utilising the procedures described in the CREST Manual. The message, (a CREST proxy instruction) must be properly authenticated in accordance with the specifications of Euroclear UK & Ireland Limited (“EUI”) and must contain the information required for such instructions, as described in the CREST manual. The message, regardless of whether it relates to the appointment of a proxy or to an amendment to the instruction given to a previously appointed proxy must, in order to be valid, be transmitted so as to be received by the Company’s agent (ID CCX15) not later than the time stated in Note (2) above. For this purpose, the time of receipt will be taken to be the time (as determined by the time stamp applied to the message by the CREST Applications Host) from which the Company’s agent is able to retrieve the message by enquiry to CREST in the manner prescribed by EUI.

CREST members and, where applicable, their CREST sponsors or voting service providers should note that EUI does not make available special procedures for any particular messages. Normal system timings and limitations will therefore apply in relation to the input of CREST proxy instructions. It is the responsibility of the CREST member concerned to take (or, if the CREST member is a CREST personal member or sponsored member or has appointed a voting service provider, to procure that his CREST sponsor or voting service provider takes) such action as shall be necessary to ensure that a message is transmitted by any particular time. Reference should be made to those sections of the CREST Manual concerning practical limitations of the CREST system and timings.

The Company may treat as invalid a CREST proxy instruction in the circumstances set out in Regulation 35(5)(a) of the Uncertificated Securities Regulations 2001.