

Notification April 27th 2007:

RXT enters the EM market – exclusive agreement with KMS Technologies Inc.

Reservoir Exploration Technology ASA (RXT), a multi component seismic acquisition company, has signed an agreement with KMS Technologies for exclusive usage of their electromagnetic technology for cable based seafloor applications offshore.

ElectroMagnetic (EM) technology, unlike traditional seismic, can distinguish between hydrocarbons (oil/gas) and water. Successful application of EM reduces the number of dry wells, thereby improving oil companies' exploration cost. The technology is complementary to seismic, not competitive. Using EM in conjunction with traditional seismic can significantly increase the exploration and field development success rates.

Recently, Controlled source EM (CSEM) has become a proven technology, with several service providers. KMS' uses their patented transient controlled source EM (tCSEMtm) technology, which differs from these and offers the potential for better data quality, wider range of application including acquisition in shallow water; presently a problem area for existing CSEM technology.

"We are very excited about the possibilities this alliance brings in commercialising what we believe will be the next generation of marine EM technology, which we expect will result in a step-change improvement in data quality leading to better discovery and recovery rates.", says KMS President Kurt Strack.

"We see significant synergies between KMS' tCSEMtm cable based technology and our own ocean bottom multi-component acquisition technology. This synergy allows the potential to acquire KMS tCSEMtm with our seismic crews, negating the need of a dedicated EM crew. The result will be improved quality EM data in addition to reducing the oil companies overall acquisition cost", says RXT CEO Michael Scott.

KMS tCSEMtm technology is presently under development, and RXT expects to be able to offer EM services in 2008, subject to the success of the development efforts.

For further information, please contact RXT CFO Odd Erik Rudshaug.
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About RXT:

Reservoir Exploration Technology ASA (RXT) is a marine geophysical company specializing in multi component seismic sea-floor acquisition. Multi component seismic solves several imaging challenges that cannot be resolved with towed streamer seismic. This results in improved oil recovery from existing fields as well as better quality data for exploration. Seafloor cables are also the solution where towed streamers are impractical due to, for example, a high density of platforms and/ or shallow water. The Company has offices in Oslo, London and Houston. RXT is listed on the stock exchange in Norway (OSE ticker: RXT).

URL: <http://www.rxt.com/>

About KMS:

KMS Technologies, a division of KJT Enterprises Inc. of Houston Texas focuses on advanced electromagnetic methods for the oil industry for improved hydrocarbon discovery and recovery rates. KMS staff includes world recognized experts in the geosciences who have authored numerous publications/inventions and technologies and received several major awards for their technical work. Over the past 6 years KMS has taken EM technologies in borehole, marine and permanent installations from patents to prototype field tests and are presently transitioning them to services.

URL: <http://www.kmstechnologies.com>