

Company Gulf Keystone Petroleum Ld
TIDM GKP
Headline Stmtnt re Share Price Movement
Released 07:01 06-Feb-07

RNS Number:7589Q
Gulf Keystone Petroleum Ld
06 February 2007

6th February 2007

GULF KEYSTONE PETROLEUM LIMITED
("Gulf Keystone" or the "Company")

Statement regarding recent share price movement

The Board of Gulf Keystone notes the recent share price movement.

The Company announces that it has received an approach and is currently in discussions which may or may not lead to an offer being made for the whole of the issued and to be issued share capital of the Company. The indicative offer price is 78 pence per issued and to be issued common share of Gulf Keystone. Although the proposed transaction terms are still subject to final documentation and final board approvals, the offer price and other key terms of the transaction have been reviewed by the Company's and the offeror's boards.

There can be no certainty that final agreement will be reached and an offer made, completion of any transaction will be subject to the approval of the relevant Algerian authorities.

A further announcement will be made in due course.

Enquiries:

Citigate Dewe Rogerson: +44 (0)20 7638 9571

Martin Jackson
George Cazenove