

January 19, 2012

**Mediterranean Oil & Gas Plc
("the Company", "MOG")**

Italy - Guendalina Gas Field (MOG interest 20%; ENI 80% and Operator)

Announcement of Transfer of Gas Sale Contract

The Board of Mediterranean Oil & Gas Plc (AIM: MOG), the central Mediterranean focused producer, developer and explorer of oil and gas assets, announces that the gas sales contract between its subsidiary Medoilgas Italia SpA and Elettrogas SpA covering the entirety of the Company's net gas production from the Guendalina gas field, has been transferred to the Italian utility Energetic SpA, commencing on and from 1 February, 2012. The substantive terms of the contract remain as set out in the announcement issued on 22 June, 2011.

ENQUIRIES:

Mediterranean Oil & Gas Plc

www.medoilgas.com

Mediterranean Oil & Gas Plc

Keith Henry, Chairman

Tel: +44 7860 499 628

Sergio Morandi, CEO

Tel: +39 06 99589179

Chris Kelsall, Finance Director

Tel: +44 789 1040 658

Panmure Gordon

Katherine Roe

Tel: +44 (0)207 459 3600

Brett Jacobs

GMP Securities Europe LLP

Nick Morgan

Tel: +44 (0)207 647 2800

Pelham Bell Pottinger

Archie Berens

Tel: +44 (0)207 861 3112 / (0)7802 442 486