



**Current Report No. 7/2012**

**Date: 2012-02-13**

**Issuer's trading name: KULCZYK OIL VENTURES INC.**

**Title: The Olgovskoye License Converted To a 20-Year Production License**

**Legal basis: other regulations**

**Content:**

Pursuant to Article 62.8 of the Act of 29 July 2005 on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organised Trading, and Public Companies, the Management of KULCZYK OIL VENTURES INC. ("KulczykOil", "KOV" or "the Company") hereby informs that it has published the news release, filed with the SEDAR system in Canada, informing that the Ukrainian Ministry of Fuel and Energy has formally acknowledged the conversion of the Olgovskoye License from a five-year exploration license to a 20-year production license.

Under the terms of an exploration license no field is allowed to produce more than 10% of volumes in place. Under the terms of the new license, production from the Olgovskoye field is no longer limited.

In the opinion of the Company the issuance of the 20-year production license for Olgovskoye is a significant accomplishment with a direct affect upon KOV's business. The increasing production from Ukraine over the past 18 months has strengthened KOV's balance sheet and will enable the Company to continue with its work plan so that Olgovskoye and KOV's other licenses in Ukraine can meet their full potential.

The Olgovskoye license is presently the most productive of the five licenses held by KUB-Gas LLC ("KUB-Gas"). Since KOV acquired its ownership interest in KUB-Gas in June 2010 five new gas wells have been drilled on the Olgovskoye license and one additional well at Olgovskoye-6 ("O-6"), which was drilled prior to June 2010, was fracture stimulated in the fourth quarter of 2011. The O-6 well was tied-in as a producing gas well in early February 2012.

Gross production from Olgovskoye is currently 12 million cubic feet per day ("MMcf/d") to KUB-Gas (8.4 MMcf/d net to KOV), representing approximately 65% of total production from all of the licenses.

The Olgovskoye license is operated by KUB-Gas, a partially-owned subsidiary in which KOV has a 70% effective ownership interest.



This text is a translation of selected excerpts from the original news release in English, which has been filed publicly by KOV in Canada and is available in English at the website [www.sedar.com](http://www.sedar.com) by entering the Company name KULCZYK OIL VENTURES at [http://www.sedar.com/search/search\\_form\\_pc\\_en.htm](http://www.sedar.com/search/search_form_pc_en.htm).

The Polish translation of the entire text of the news release is available at the website: [www.kulczykoil.com](http://www.kulczykoil.com)