Robustiano Eyegue,
Director General of Hydrocarbons
Ministry of Mines & Hydrocarbons
Oil&Gas

EG Ronda 2019
Licensing Round in Equatorial Guinea

Mining
Mining
• All exploration and mining companies worldwide invited to apply for exploration and prospecting licences

• The entire Rio Muni area (mainland)

• The Rio Muni is prospective for a variety of minerals including gold, base metals, diamonds, bauxite and columbite-tantalite (Coltan)

• Flexible Fiscal Terms
  • 3 years Exploration Contract
  • Negotiable royalties up to 5%
  • Income Tax holiday of 3 years

• Apply now
  • Opened 5th of February 2019
  • Closes 1st of July 2019
  • Contracts negotiated on first come first served basis
  • First licenses to be issued during Q3 2019
A long history in Oil and Gas

> $15 billion of investment

- **LNG Plant**
  - 3.4MMTonnes/year

- **Methanol Plant**
  - 1MMT/year

- **Gas Processing Plant**
  - 20,000bls/d LPG
  - 7,000bls/d Condensate
26 Blocks on Offer!

26 Blocks:
- 2 for Appraisal/Development
- 24 for Exploration

**Appraisal/Development**
- EG-27 (Former Block R)
- EG-23

**Exploration**
- EG-03 EG-10 EG-17 EG-29
- EG-04 EG-12 EG-19 EG-30
- EG-05 EG-13 EG-22 EG-A1
- EG-07 EG-14 EG-25 EG-A2
- EG-08 EG-15 EG-26 EG-A3
- EG-09 EG-16 EG-28 EG-A4
Exploration Blocks

**Invitation**
- All E&P companies worldwide

**Terms**
- Drill or drop
  - First Expl. Period (1)
    - Year 1
    - Year 2
  - Commit to Drill
  - Relinquish block
  - End of contract

- Second Expl. Period (1)
  - Year 3
  - Year 4

**Bids**
- MMH entirely focused on work programme
- Signature bonuses reduced to $1mm min
- No pre-qualification required
- Fiscal terms biddable

**Timeline**
- Opened: 3rd April 2019
- Closes: 27th of September 2019
- Winners: 26th November 2019
  - Gas Exporting Countries Forum
  - 5th Gas Summit, Malabo

(1) Plus 1 Year Extension
All E&P companies worldwide
Pre-qualification required
Only companies successfully qualified will be invited to bid

Submit Conceptual Development Plan
Commercial Offer:
- Signature bonus
- Biddable fiscal terms

Timeline
Opening and Pre-Qualification: 3rd April 2019
Pre-qualification Closes: 3rd June 2019
Closes: 27th of September 2019
Winners: 26th November 2019

Gas Exporting Countries Forum 5th Gas Summit, Malabo

www.egronda.com
Legal Framework

- 2006 Hydrocarbon Law
- 2013 Petroleum Regulations
- 2014 Local Content Regulations
- PSC Model Contract
The Ministry of Mines and Hydrocarbons maintains a comprehensive database compiled since the 1970's, which includes:

- 2D and 3D seismic surveys across the country,
- Wells
- Regional studies, etc.

- We are working with our advisor Perceptum Limited who manages our data base.
- The data room is open in the UK, and any company can request access to it.
- See www.egronda.com for an online inventory of the data available for each block.
## Bid Evaluation Criteria

### Exploration Blocks

<table>
<thead>
<tr>
<th>EG Ronda 2019 Bid Evaluation Criteria (Exploration Block)</th>
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</thead>
<tbody>
<tr>
<td>Applicant Details and Financial Information</td>
<td>15</td>
</tr>
<tr>
<td>Applicant size and market value</td>
<td>5</td>
</tr>
<tr>
<td>Ability to finance work programme</td>
<td>10</td>
</tr>
<tr>
<td>Applicant Technical Expertise</td>
<td>10</td>
</tr>
<tr>
<td>Number of E&amp;P wells drilled in past 5 years</td>
<td>4</td>
</tr>
<tr>
<td>Technology relevant to Area applied for</td>
<td>2</td>
</tr>
<tr>
<td>Number of discoveries in past 5 years</td>
<td>4</td>
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<tr>
<td>Technical Work Programme</td>
<td>50</td>
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<tr>
<td>Technical database available for application</td>
<td>5</td>
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<tr>
<td>G&amp;G evaluation presented in Application</td>
<td>10</td>
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<tr>
<td>Prospectivity of Block applied for</td>
<td>5</td>
</tr>
<tr>
<td>Proposed Firm Work Programme</td>
<td>25</td>
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<tr>
<td>Proposed Contingent Work Programme</td>
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<tr>
<td>Commercial Proposal</td>
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<tr>
<td>HSE Pass/Fail</td>
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<tr>
<td>TOTAL</td>
<td>100</td>
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- Technical =60%
- Financial=40%

### Development/Appraisal Blocks

<table>
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<tr>
<td>Applicant Technical Expertise</td>
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<tr>
<td>Number of Fields in Production</td>
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<tr>
<td>Technology relevant to Development Proposed</td>
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<tr>
<td>Number of new developments in past 5 years</td>
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<tr>
<td>Technical Proposal</td>
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<tr>
<td>High level / conceptual development plan proposed</td>
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<tr>
<td>Timescale for first production</td>
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<tr>
<td>Financial Proposal</td>
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<tr>
<td>Signature Bonus</td>
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<tr>
<td>Fiscal Terms</td>
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- Technical =45%
- Financial=55%
• The MMH has taken a much more open approach to exploration,

• Focused on work programme,

• We have listened to the investors and made the changes necessary to ensure a long, stable, and prolific partnership,

• True investors, true explorers will identify this as a unique opportunity,

• **Bid submission deadline 27/9/2019**

• Please come and see us at the stand 118 in the International Pavilion and continue our conversation.
Welcome to EGRonda2019
Thank you!

www.egronda.com