

Staatsolie



Outlook & New Opportunities

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STAATSOLIE

VERTROUWEN IN EIGEN KUNNEN

Content

| | |
|---------------------|-----------|
| I. General | 2 |
| II. Operations | 4 |
| III. Exploration | 4 |
| IV. Financials | 2 |
| Total Slides | 12 |

I. General

Dual Role of Staatsolie

History

- Founded on 13 December 1980, shareholder: Republic of Suriname

Dual Role

- Commercial: vertically integrated oil company
- Institutional: state agent acting on behalf of the Government on hydrocarbon potential, contracting & supervision of PSCs

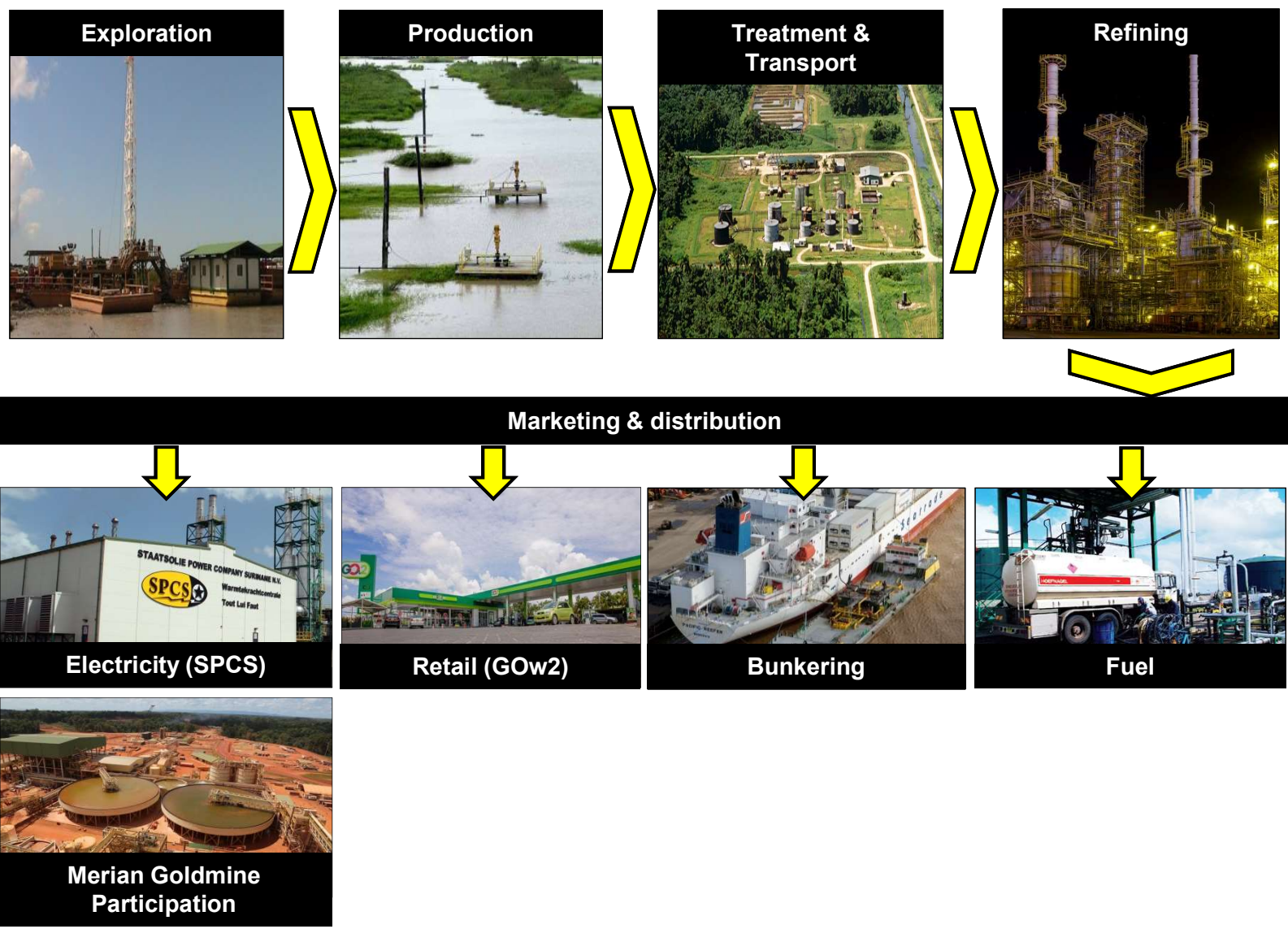


Commercial activities

- Exploration: 170,000 km² (20,000 km² on- & 150,000 km² offshore)
- Production: 16,500 bopd (from 3 onshore fields)
- Refining: 15,000 bpsd
- Retail: subsidiary GOw2 delivering to retail and industrial clients
- Thermal Power: subsidiary SPCS with 96 MW installed capacity
- Bunkering: subsidiary Ventrin operating in T&T
- Gold: 25% participation in Newmont Merian Gold Mine

I. General

Value Chain



II. Operations Upstream

Production & Reserves



- Stable production around 6 MMbbls/yr
- Target RRR of 1 based on rolling 5 years average from the existing fields
- Proven reserves as of December 2016: 84.2 MMbbls
- Near-term future: Sustain production at 16,500 bopd by investing in EOR/IOR, appraisal and exploration around existing fields.

II. Operations Downstream



Refinery - Focus on Steady Production

- Commercial start: 13 December 2015
- Hydrocracker at 95% throughput
- Current high-end products: 9,000 bbls/ day
- High-ends production 2017: 2.66 MMbbls
- High-end production forecast
 - for 2018: 2.89 MMbbls
 - for 2019 - 2022: 2.97-3.66 MMbbls

| Product (total market) | Average demand (MM bbls/year) 2018 | Staatsolie Production (MM bbls/year) 2018 |
|------------------------|------------------------------------|---|
| Diesel | 1.9 | 2.3 |
| Gasoline | 1.5 | 0.6 |
| Fuel Oil & Crude | 1.5 | 3.1 |
| Total products | 4.9 | 6.0 |

Subsidiaries SPCS, GOw2 & Ventrin



SPCS

- Installed capacity: 96 MW
- PPA with Government
- Supply to grid & refinery
- Open to divest 49% share



GOw2

- Strategy: maintain local market share
- Sales target of ULSD 1400 bpcd and USLD 1700 bpcd. Supplier of aviation fuel in Suriname
- 2 terminals & 19 retail stations



Ventrin

- Wholly owned subsidiary of Staatsolie and outlet towards the biggest oil market in the Caribbean
- Bunker Terminal opened in August 2002
- Current suppliers are Staatsolie and Petrotrin

Merian - Our Gold Mine with High Upside Potential



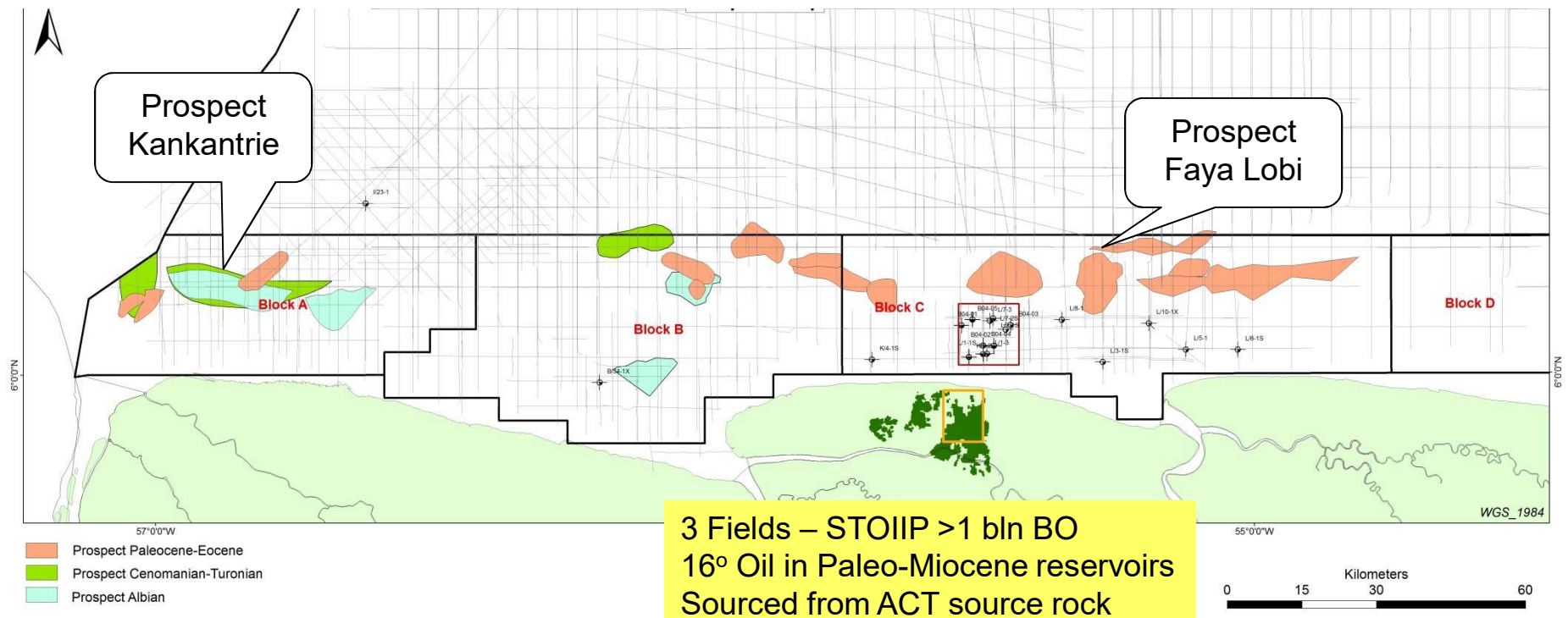
- Gold reserves: 5.7 M oz.
- Investment: USD 242 M (25% share)
- Commercial start: Q4 2016
- Production: 400-500k oz./year
- Low cash cost producer
2017 AISC of USD 596/oz.
2018 expect similar production & income



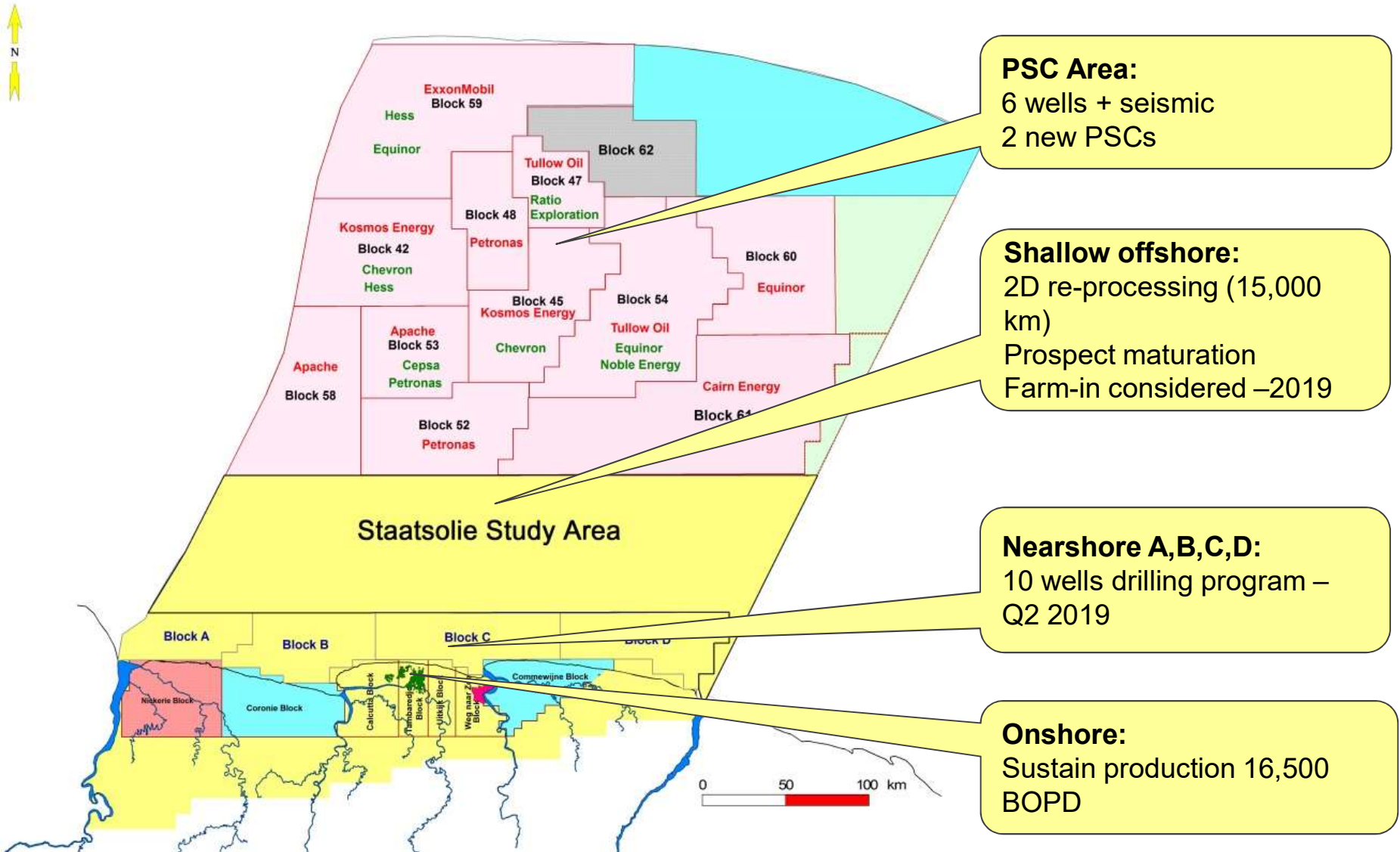
III. Exploration

Nearshore Prospect Portfolio

- Nearshore – Staatsolie 100% – Blocks A, B, C, D – 10,500km²
- Water depth 0-30m
- Good grid of multi-vintage 2D seismic (+small 3D)
- Portfolio of 20 Prospects identified + follow up Lead portfolio
- Mainly Stratigraphic Traps
- Preparing for 10 wells drilling program – first spud planned Q2 2019



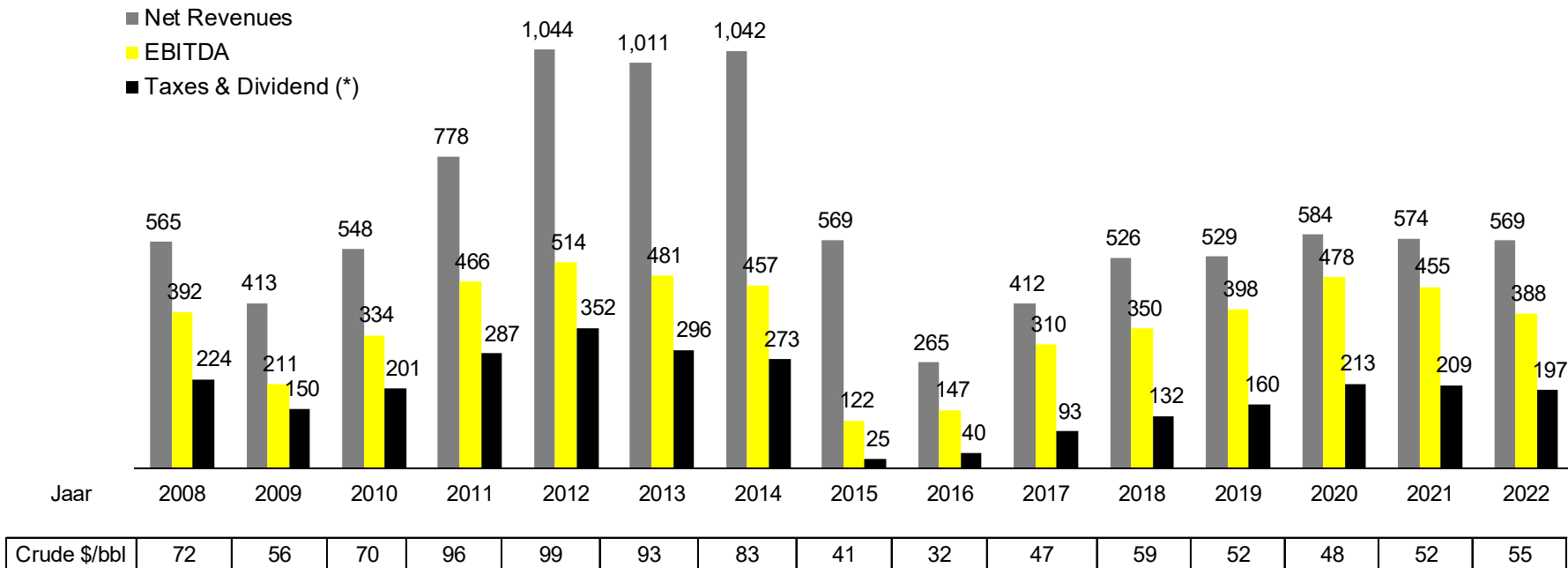
Staatsolie 2018 - 2020 Focus on Exploration



IV. Financials

Financial Results 2008-2022

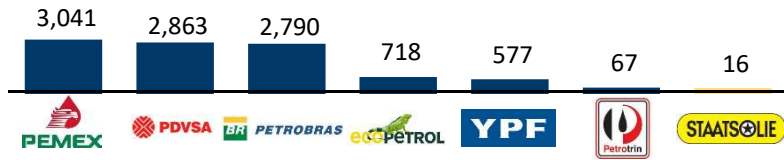
Amounts in million USD



IV. Financials

Production (2016)

(Mboepd)

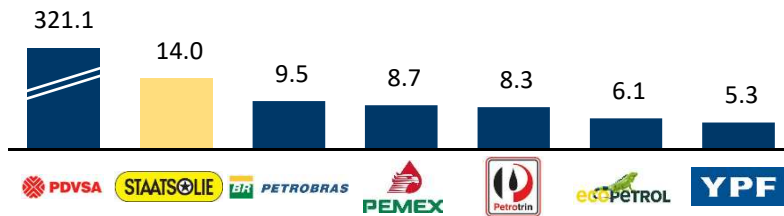


Production CAGR ('10-'16)



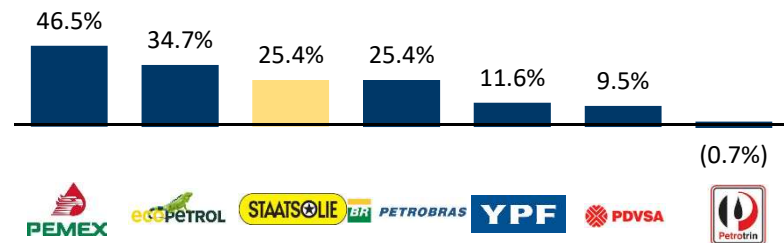
Reserve life index

(years)



EBITDAX margin (2016)

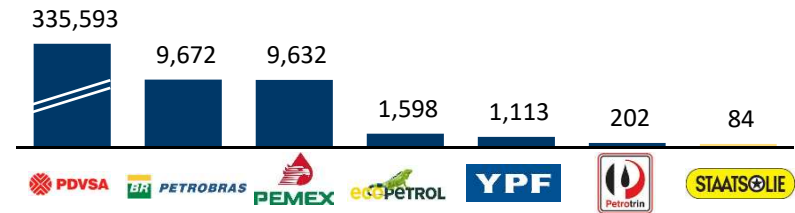
(% of sales)



Benchmark 2016 by Credit Suisse

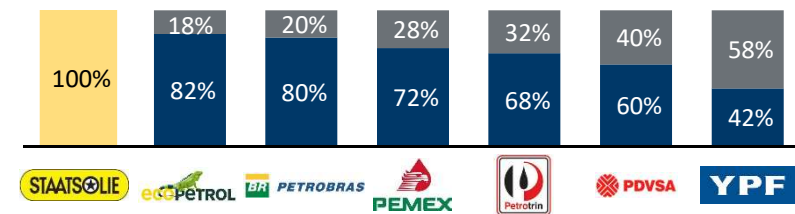
Proved reserves⁽¹⁾

(MMboe)



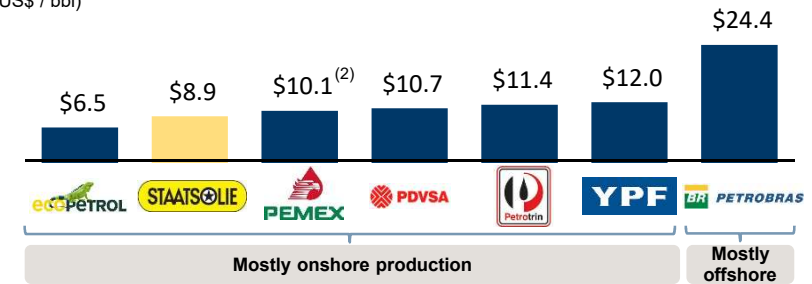
Production composition (2016)

■ % oil ■ % gas



Lifting cost (2016)

(US\$ / bbl)



When adjusted for scale, Staatsolie has top notch reserve quality and is financially sound

Source: Company reports.

Note: Staatsolie, Petrotrin and PDVSA with values as of FY 2015 (production CAGR for '10-'15).

(1) Proved reserves based on latest publicly available data.

(2) For 2015 given latest available information.

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Thank You