



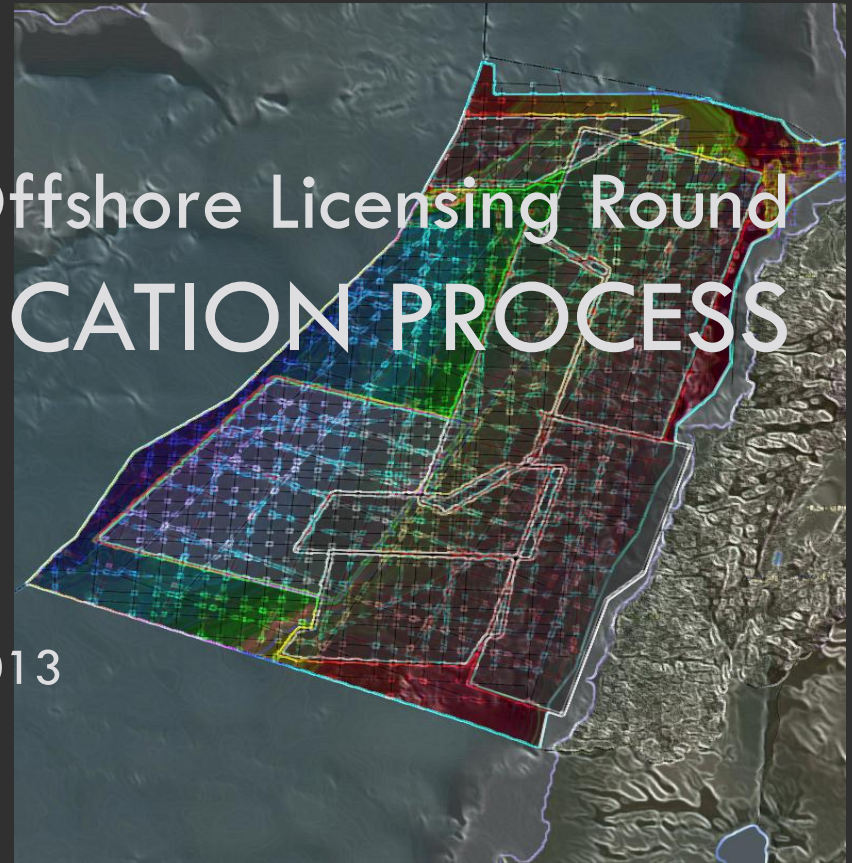
REPUBLIC OF LEBANON

Ministry of Energy and Water

Lebanon First Offshore Licensing Round

PRE-QUALIFICATION PROCESS

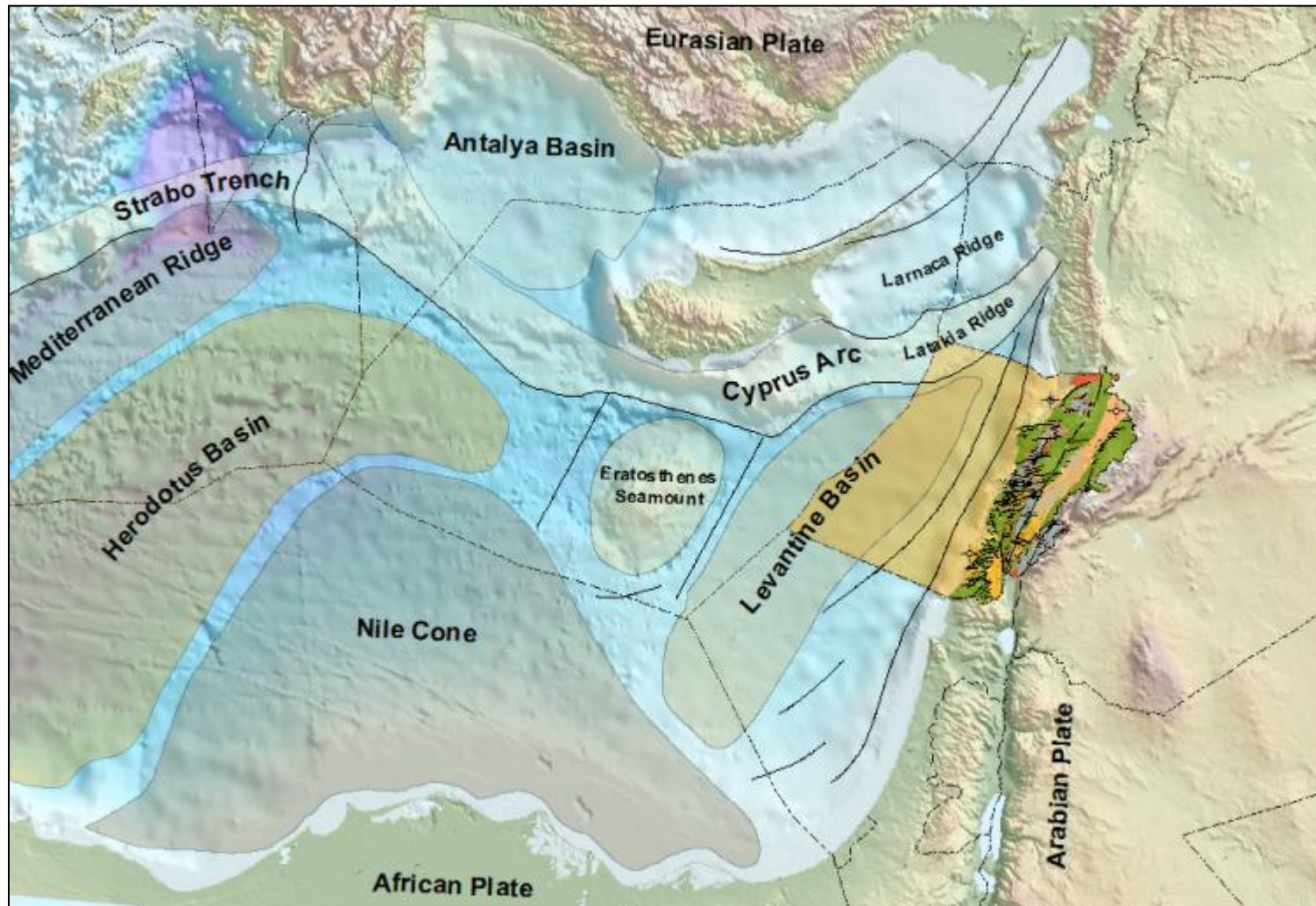
FRIDAY 15 FEBRUARY 2013



Petroleum Administration

Lebanon – Eastern Mediterranean Basin

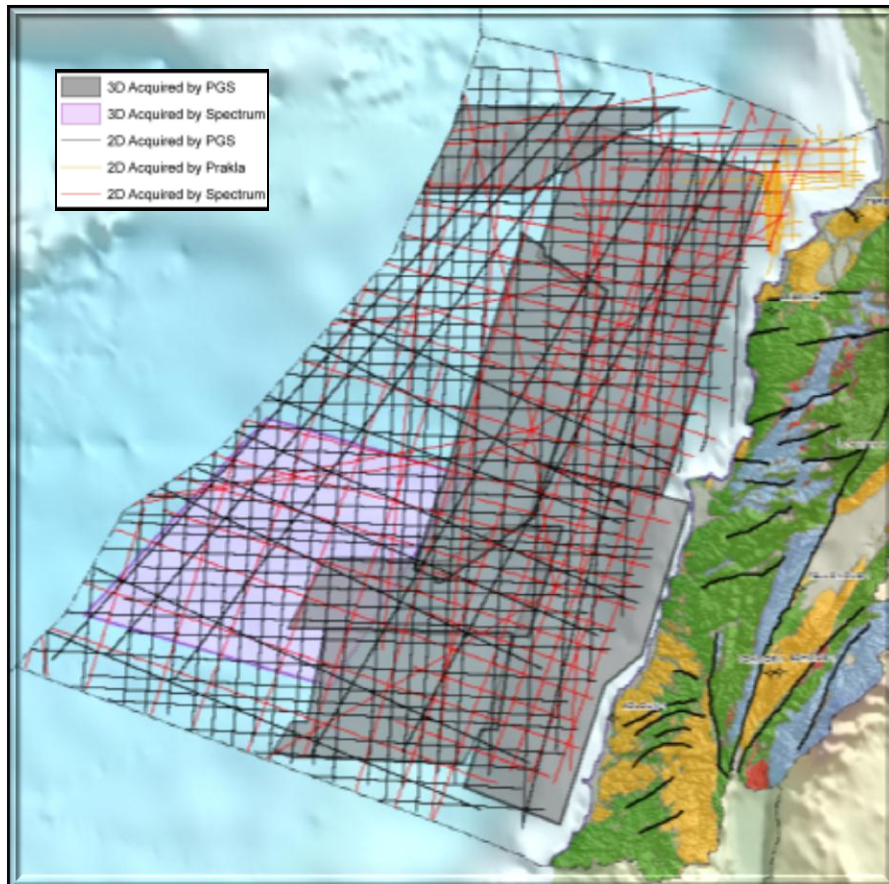
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Seismic Database



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- 8,800 Km 2D (2008-2011)
- 9,700 Km² 3D (2006-2012)

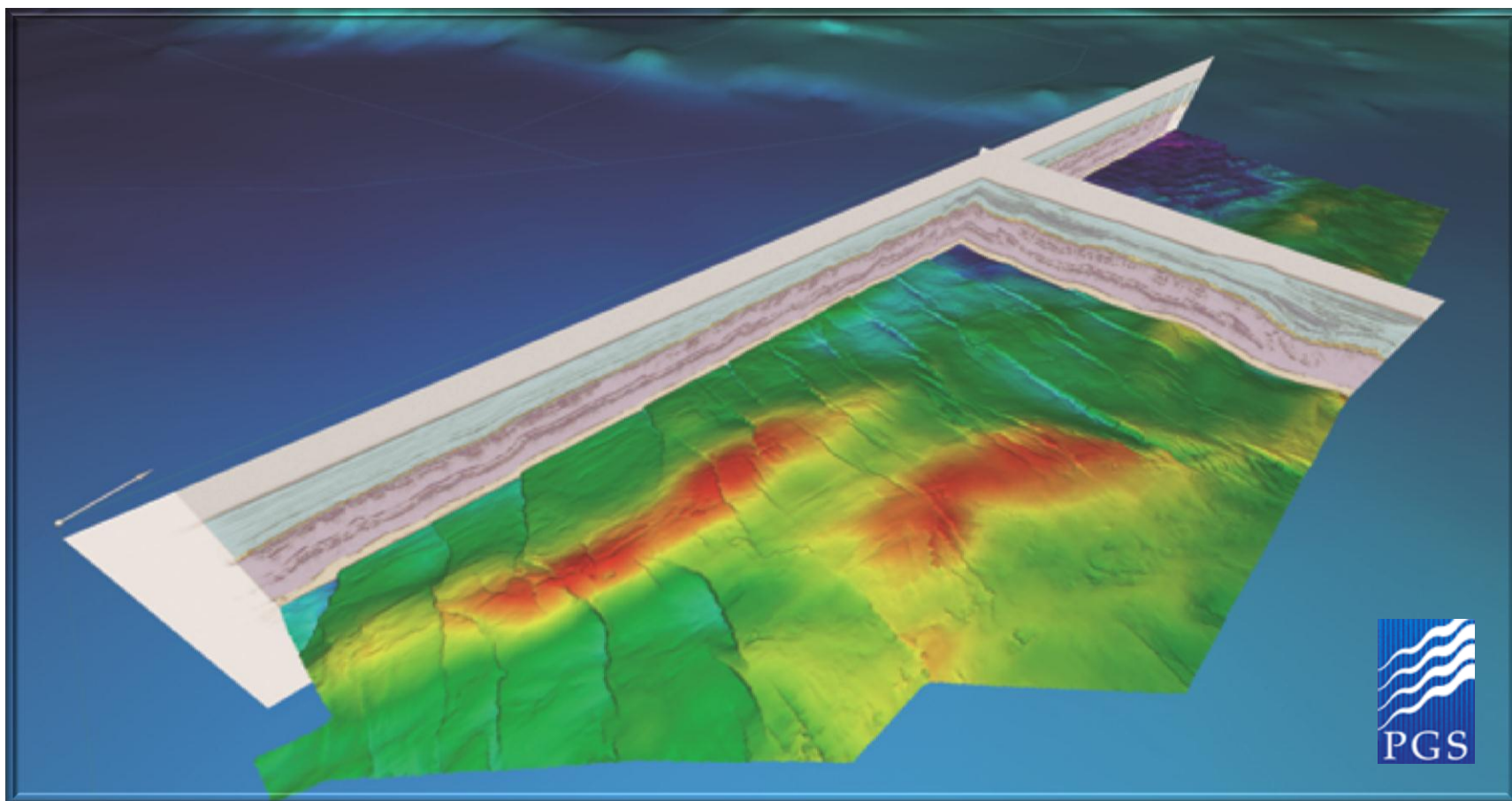


- 5,526 Km 2D (1975-2002)
- 3,000 Km² 3D (2012/13)



Lebanon Prospectivity

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The seismic data and recent discoveries in the region show the area to be very prospective.

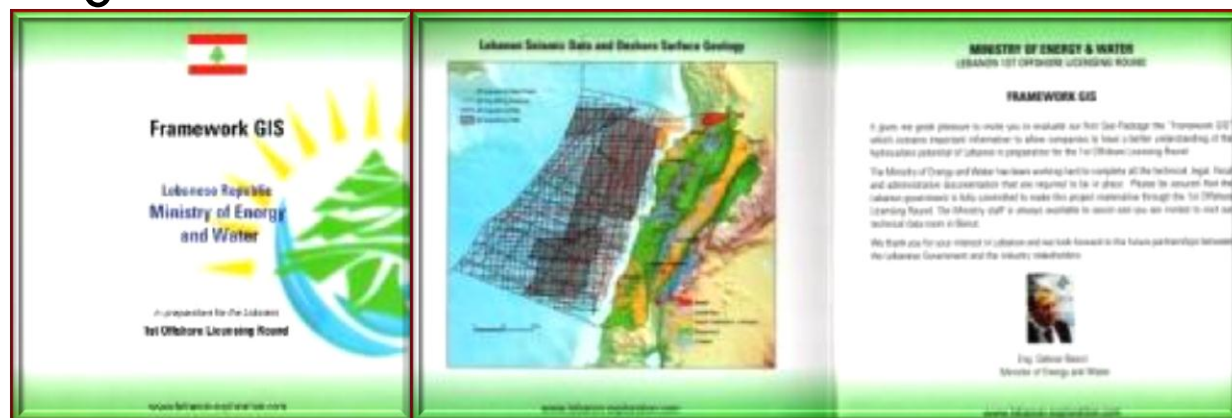


Framework GeoPackage

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High quality digital information relating to:

- Seismic Data Coverage
- Geology
- Onshore Wells
- Int. Boundaries
- Culture Data
- Seismic Interpretation (Water Depth)
- Topography & Bathymetry



Blocks Delineation



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Creating Blocks of comparable attractiveness

Geology &
Petroleum
Systems

Prospectivity
& Risks

Estimated
Reserves
Economic
Value

Environmental
Consideration

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The Exploration and Production Agreement shall include two phases:

- Exploration phase not exceeding 10 years
- Production phase not exceeding 30 years

Data Room Open

- Framework Geopackage
- 2D and 3D Seismic Surveys

Strategic Environmental Assessment Completed

- Most vulnerable areas
- Future steps and recommendations



Lebanon First License Round - Calendar

Lebanon – First License Round

February – April
2013

- Prequalification Process

May – November
2013

- Bidding Process

November 2013–
January 2014

- Bid Evaluation

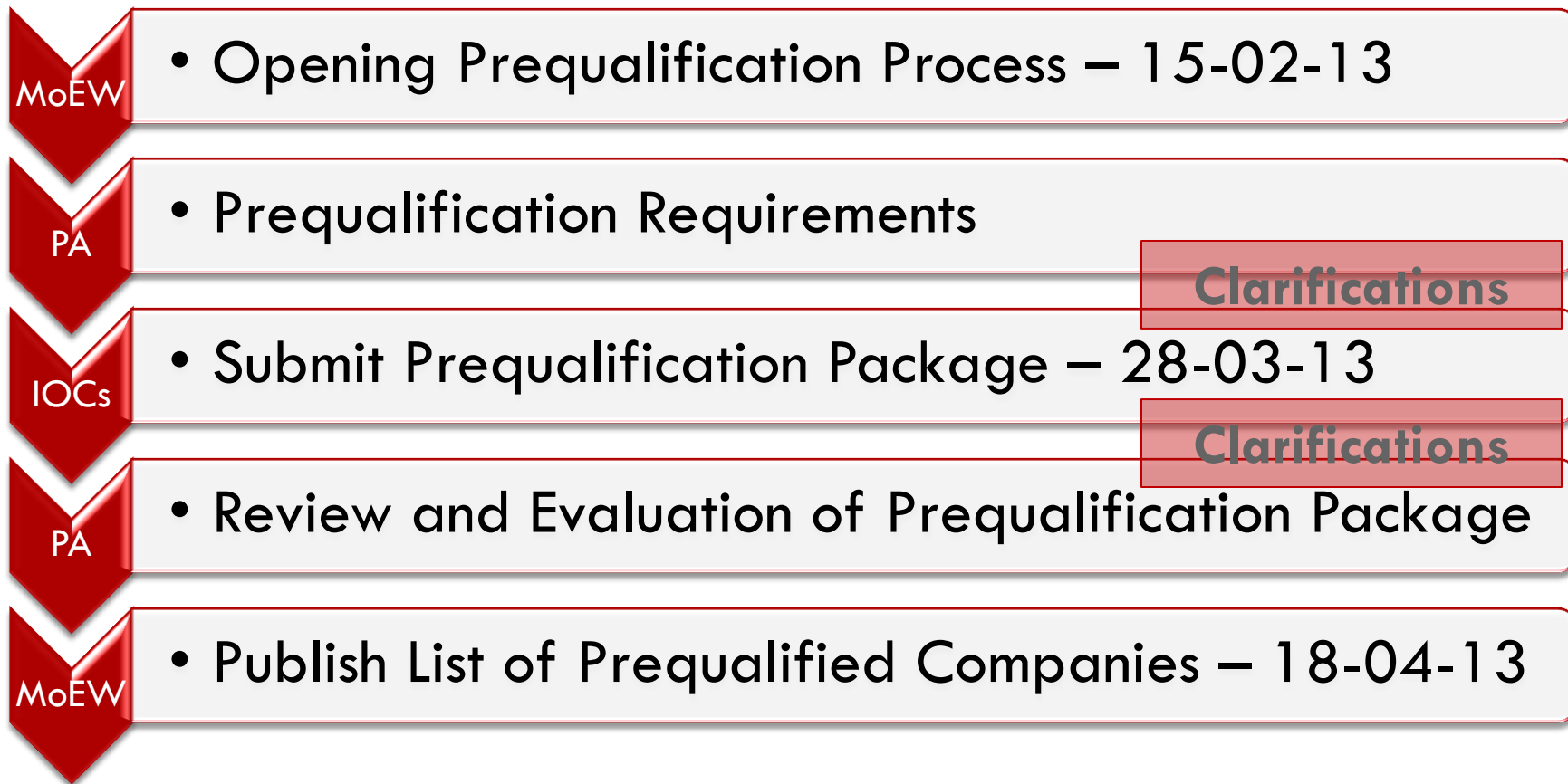
February 2014

- Award



Pre-Qualification Process

Lebanon – First License Round



Lebanon First License Round



Lebanon – First License Round

A minimum of 3 Companies (un-incorporated joint venture)
per EPA per Block

Companies will need to pre-qualify individually

Companies may pre-qualify as:

- Right Holder - Operator

- Right Holder - Non-Operator

Eligibility Criteria



Lebanon – First License Round

RIGHT HOLDER - OPERATOR

Legal

- Joint stock company conducting Petroleum Activities

Financial

- Total assets of USD 10 Billion

Technical

- Operatorship of at least one petroleum development in water depths in excess of 500m

QHSE

- QHSE policy statement(s)
- Established & implemented QHSEMS

Eligibility Criteria



Lebanon – First License Round

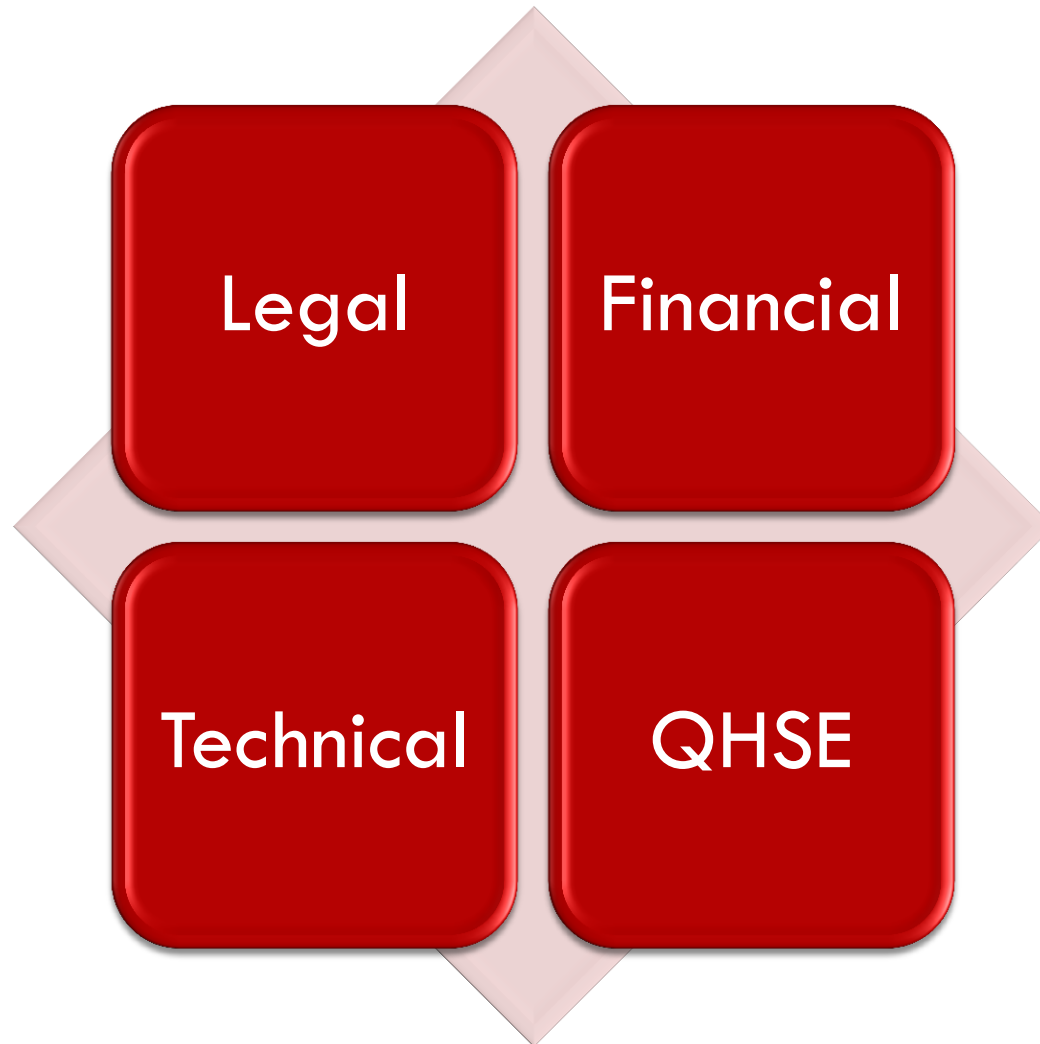
RIGHT HOLDER – NON-OPERATORS

Legal	Financial	Technical	QHSE
<ul style="list-style-type: none">• Joint stock company conducting Petroleum Activities	<ul style="list-style-type: none">• Total assets of USD 500 Million	<ul style="list-style-type: none">• Having an established petroleum production	<ul style="list-style-type: none">• QHSE policy statement(s)• Established & implemented QHSEMS

Required Information



Lebanon – First License Round





Legal Criteria & Required Documents

Lebanon – First License Round

	Official Documents Showing:
II-1	Evidence of authority of persons signing Power of Attorney
II-2	Constituent documents
II-3	Extract of commercial registry
II-4	That the Applicant is in good standing in its jurisdiction of incorporation
II-5	That the Applicant is not being liquidated and is not in insolvency proceedings
II-6	Partner(s) or Shareholder(s) (more than 20%) details. If not ultimate parent, organization chart showing chain of ownership.
II-7	Proof of no pending material litigation, arbitration, legal proceedings

Financial Criteria And Required Documents



Lebanon – First License Round

	Required Documents
III-1	Proof for meeting eligibility criteria
III-2	Audited consolidated financial statements
III-3	Auditor's reports referencing the financial statements
III-4	References from two reputable banks or financial institutions
III-5	Present and historical (prior three (3) years') credit rating
III-6	Description of the material lines of credit, credit agreements, publicly traded debt securities, off-balance sheet liabilities and guarantees of third party obligations
III-7	Details of any medium-term plans and/or material contingent liabilities
III-8	A statement describing any material changes
III-9	Any addition information regarding financial capacity

Technical Criteria And Required Documents



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	Required Documents
IV-1	Proof for meeting eligibility criteria
IV-2	Technical information required



QHSE Criteria And Required Documents

Lebanon – First License Round

	Required Documents
V-1	QHSE Policy Statement
V-2	Evidence of established and implemented QHSE Management System (s)
V-3	Copy of QHSE certificates
V-4	Copy of the QHSE Management System(s)
V-5	Copy of CSR reports or initiatives for the past three (3) years
V-6	Experience as operator in environmentally sensitive areas
V-7	QHSE records for the last three (3) years



REPUBLIC OF LEBANON
Ministry of Energy and Water

All Documents Available on:

www.lebanon-exploration.com

For Clarification:

info@lebanon-exploration.com

Petroleum Administration