

▲ Who should attend?

Exploration and production professionals, legal personnel entering the E&P scene, service companies managers and government employees.

▲ Duration

4 days

▲ Dates & Location

May 27 to 30, 2008
Rueil-Malmaison

▲ Tuition Fees

€ 1860

▲ Course Coordinator

Karim Faïd

Ref. **EG/JOAPSA**

"PSA" and "JOA" PRODUCTION SHARING AGREEMENT and JOINT OPERATING AGREEMENT

OBJECTIVES

To provide a practical understanding of the main concepts, principles and rules of a Production Sharing Agreement which contractually binds petroleum companies with a ministry and/or a state oil company. The course will review all essential topics through the analysis of excerpts from several PSAs currently in force.

To provide a practical understanding of how Petroleum Exploration and Production partnerships are managed to successfully find and produce hydrocarbons. The course will review all essential topics through the analysis of a real international Joint Operating Agreement currently in use.

The course focuses on the practical aspect of contracts: identifying key issues, understanding constraints and deadlines, getting familiar with the document.

COURSE CONTENT

PSA

2 days

Introduction

- Origins, concept and scope of the PSA.
- Comparison of PSA to other contracts.
- Contents and structure of a typical PSA.

PSA Mechanisms

- Cost oil-profit oil split, "Government Take".
- Bonuses, first tranche petroleum, tax holiday, cost recovery ceilings, uplifts, investment credits, government "back-in".
- Typical PSA cash flow forecast chart.

Examples

- Review of various clauses selected from different PSAs (Steering committees and Impact of voting, rights and duties, liabilities, sub-contracting...)

JOA

2 days

Introduction

The purpose of the joint ventures and use of a JOA
The relationship of the JOA to other oil industry contracts
Structure of a JOA, definitions and terminologies.

The Operator

Appointment, Rights and Duties, Liabilities, Responsibilities, Resignation, Removal.

The Partners

Rights and Duties, Liabilities, Responsibilities.

The Operating Committee and Sub Committees

Establishment, Powers and Duties, Notices, Voting procedures, Impact of voting, Pass-Mark.

Work Programme & Budget

Exploration, Development and Production budgets, Service contracts tendering and awards, AFE procedure.

The Sole Risk/Non Consent Clause

Procedure, Responsibilities, Consequences, Penalties.

Disposal of Production

Rights and Obligations.

Permit/Concession/Block

Surrender, Extensions, Renewals, Abandonment of wells.

Legal Matters and Miscellaneous

Applicable laws, Pre-emption, Dispute resolution, Default, Transfer of rights, Insurances, Withdrawal, Confidentiality, Conflict of interests, Proprietary information.

Accounting Procedure

Principles, Budgets, Audits, Operator's Management & Administrative Overheads, Parent Company Overheads, Payments, Inventories.

AIPN Model Contract

Review of main topics.