

TIMOR GAP, E.P.

“CAN DO” spirit

To be a regional leader in oil & gas for sustainable national development

WORLD-CLASS PROSPECTIVELY IDENTIFIED IN OFFSHORE TIMOR-LESTE

Edition of July 2017

TIMOR GAP signed its second PSC, through its wholly-owned subsidiary, TIMOR GAP Offshore Block, on December 2015, to begin exploration offshore in the block TL-SO-15-01, taking a step towards achieving TIMOR GAP's growth strategy and demonstrating its commitment to expand the company's exploration portfolio. The aforesaid PSC TL-SO-15-01 was awarded to TIMOR GAP with 100% interest through Timor-Leste Government Resolution No. 44/2015 and it is located approximately 50km southeast of Timor's island eastern tip, within exclusive Timor-Leste maritime borders, midway between Timor and the Greater Sunrise gas-condensate field and covered by modern broadband 2D seismic surveys. The PSC Exploration Work Program is divided into three periods, namely, Initial Period (Contract Years 1 to 3), Second Period (Contract Years 4 and 5) and Third Period (Contract Years 6 and 7).

In order to fulfil the Minimum Exploration Work Requirements within the Initial Period, comprising the acquisition, processing and interpretation of 3D seismic data and integrated G&G studies, as well as prospect mapping and identification of drillable targets, TIMOR GAP engaged TIMOR GAP Seismic Service, a joint venture company created between TIMOR GAP and BGP GeoExplorer in 2015, to undertake 3D seismic survey. The 2780-square-kilometer Crocodile 3D broadband seismic survey which covers most of the PSC area commenced on 23rd December 2015 and was completed on 7th March 2016, followed by the official ceremony to hand over the survey data to TIMOR GAP and thereafter to ANPM, held on 10th March. The seismic data was subsequently processed by international geophysical contractors Schlumberger / WesternGeco during 2016.

In early 2017, a contract for a full prospectivity assessment including interpretation of the 3D seismic, AVO analysis, play analysis, prospect ranking and economics was awarded to CGG GeoConsulting, the leading global geoscience company. According to initial results from this assessment by CGG GeoConsulting geoscientists the seismic data to be of exceptionally high quality, revealing clearly for the first time the geology in the 'subthrust' zone beneath the northern slope of the Timor Trough. The processing strategies which was designed by combining the advanced technologies of seismic processing and imaging tools were seen to collectively improve the imaging and enhance the resolution of the target reservoir. The data allows the imaging of more than 30 individual closed seismic structures at various geological levels (Jurassic, Triassic and Permian), frequently stacked vertically, in 17 geographically distinct locations. Further prospective resources have yet to be determined by CGG GeoConsulting experts, but the size of structures suggests the potential for substantial hydrocarbon accumulations closer to Timor-Leste's shoreline. This includes a previously unrecognized exploration fairway in intermediate water depths which provides several highly attractive exploration drilling targets.

The identification of prospects in the Triassic and Permian formations represent a game changer for explorations in the region. To date many prospects and exploration plays have all been found the Jurassic formation.

The Crocodile project was funded by the Timor-Leste Government through TIMOR GAP. The final results should prove the overall project to be a highly valuable investment for petroleum exploration in the sovereign territory of Timor-Leste.



TRAINING FOR PETROLEUM QUALITY MANAGEMENT SYSTEM (PQMS) BY K-PETRO (REP. OF KOREA)



KOICA Timor-Leste invited three participants (one from ANPM and two from TIMOR GAP) to represent Timor-Leste in the Practical Training for Petroleum Quality Management System (PQMS) by K-Petro in Seongnam, Republic of Korea from 18th May to 15th June, 2017.

K-Petro is the governmental agency which carries out monitoring of petroleum product quality and distribution in the domestic market as well as R&D of petroleum and alternative fuels to ensure a reliable petroleum market and contribute to the development of the petroleum industry and public welfare in Korea.

PQMS refers to K-Petro's system of monitoring the quality and distribution of petroleum products. The objectives of the PQMS training were:

- a) To understand the advanced petroleum quality management system in order to support sustainable development;
- b) To learn Korea's efficient and systematic policies on fuel quality management;
- c) To learn current issues and technologies in petroleum energy sector;
- d) To strengthen the global network through the mutual technical cooperation in the field of petroleum and energy

The training included lectures from industry experts and site visits. The focus of the lectures was on PQMS however other topics included oil stockpiling, introduction of lubricants and grease and renewable energies. Site visits included K-Petro's in-house laboratory and R&D facility and other sites including DOPCO (Daehan Oil Pipeline Corporation), KOGAS (Korea Gas Corporation) and SK Energy Ulsan Complex.

For Timor-Leste, the training was very meaningful as Timor is in the process of developing its own PQMS. For TIMOR GAP itself, the training was particularly relevant as the Company's downstream business is also expanding through their fuel stations and entering the next phase of the Betano Refinery Project.

Having the knowledge and skills from the course will assist TIMOR GAP to ensure its downstream business can work with Timor-Leste's own PQMS and ultimately contribute to accomplishing our Vision and Mission.

Special appreciation to KOICA and K-Petro who sponsored and provided the training.



Site visit to K-Petro's laboratory to see their testing and analysis.



TIMOR GAP's Petroleum Services Manager Mr. Jaime Ribeiro and Business Support Team Leader Ms. Maria Kedang during the Country Report presentation.



Orientation Day with Participants from eight nations.

INTERNSHIP PROGRAM – TIMOR Vs WINSTON UNIVERSITY (USA)



Miss Leticia Ferreira during the internship program with QHSE's UNIT



TIMOR GAP encourages talented young students to acquire further knowledge on the company's business areas and operations by providing inclusive internship programs. In this context, a Timorese student from Westminster College (USA) completed a one month internship with TIMOR GAP.

During her internship, Ms. Leticia was exposed to different units/subsidiaries, namely the Quality, Health, Security & Environment Unit, learning more about the company's Integrated Management System and the ISO certification process; and TIMOR GAP's Onshore and Offshore subsidiaries, covering subjects such as introduction to seismic acquisition and crocodile 3D survey, introduction to PSC –TL-SO-15-01 regulations, preparation of map mosaic for the onshore Blocks A, B, & C and PSC database management.

The said internship program was an initiative of Westminster College set forth in close coordination with TIMOR GAP, with the aim to provide on the job training to the student within her area of study. We firmly believe that education is a trigger for national development.

TIMOR GAP CELEBRATES ITS 6th ANNIVERSARY

6th
Anniversary

27-7-2017



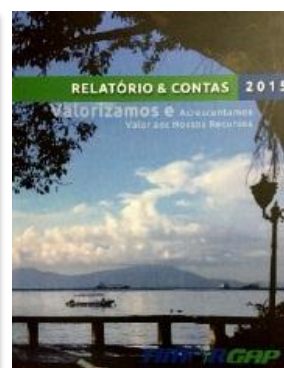
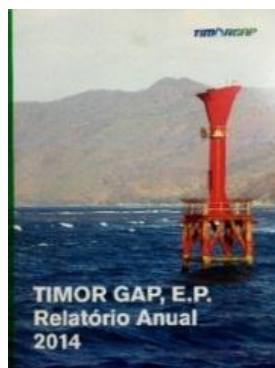
CAN DO

TIMOR GAP, E.P. was established by the Government on 27th July 2011 by Decree-Law No. 31/2011. Geared by our vision, mission and corporate values, embedded in the words CAN DO, we aim to maximize the participation of Timor-Leste in the development of its petroleum sector and add value, jobs and business opportunities to the sector.

TIMOR GAP was mandated by the Government to manage the Tasi Mane Project that will be located on the south coast of the country. As a future hub of Timor-Leste's oil & gas industry, Tasi Mane is an essential project for Timor-Leste, envisioned in the Government's Strategic Development Plan (SDP 2011-2030), which identifies the careful management of the petroleum sector as a basis for the nation's sustainable development.

Starting its operations in early 2012 with 22 people, we are now 132 and counting 7 subsidiaries.

Developing Timor-Leste



Supported by
PERTAMINA

6 am - 10 pm

GAZOLINA (Gasoline)

GAZÓLEU (Diesel)



TIMOR GAP Fuel Station in Suai is operated by certified people from Covalima community:

- Your friends
- Your neighbors
- Your family



Thank you for your preference



TIMOR GAP is part of EITI's Multi-Stakeholder Group



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TIMOR GAP MARINE OIL & GAS LOGISTIC SERVICES, UNIPessoal, LDA.
A Subsidiary of TIMOR GAP, E.P.



TIMOR GAP SEISMIC SERVICE LDA
A Subsidiary of TIMOR GAP, E.P.



TIMOR GAP OFFSHORE BLOCK UNIPessoal LTD
A Subsidiary of TIMOR GAP, E.P.

SOUTHERN COAST PROJECTS

Today, The Company is focused on the Southern Coast (Tasi Mane) Project as the main activity in the formation of a Company Portfolio in the future. The project will focus on the development of the coastal zone from Suai to Beaço that requires infrastructure to support a growing domestic petroleum industry. Following on from this development, the company will diversify into other areas of operations, such as E&P sector and downstream activities.

