



Hashemite kingdom of Jordan Ministry of Energy and Mineral Resources Natural resources projects Directorate

### OIL & GAS INVESTMENT PROCEDURES IN JORDAN

#### contract area

- 2D seismic surveys lines
- Total 32961.88711 km long

3D seismic surveys lines

Total 11118.67887 km<sup>2</sup>

### The Procedures of Studying & Evaluating Direct Proposals

MEMR receive applications of Direct Proposal

> Applicant fill out the application form & attaching the documents and main data

> > The projects committees study, investigate and evaluate the direct proposal in accordance with the criteria

> > > The proposal which achieves a mark of 60% or more of the evaluation marks is considered a qualified proposal

Supporting data & documents

Criteria for evaluating direct proposal requests for petroleum projects: **Registration Certificate** 

Proof of financial Capability

Proof of the technical qualifications

Define the project area

a Preliminary work program

Define the main work team with their CVs

Any other conditions or documents required

Technical Qualifications 20 mark

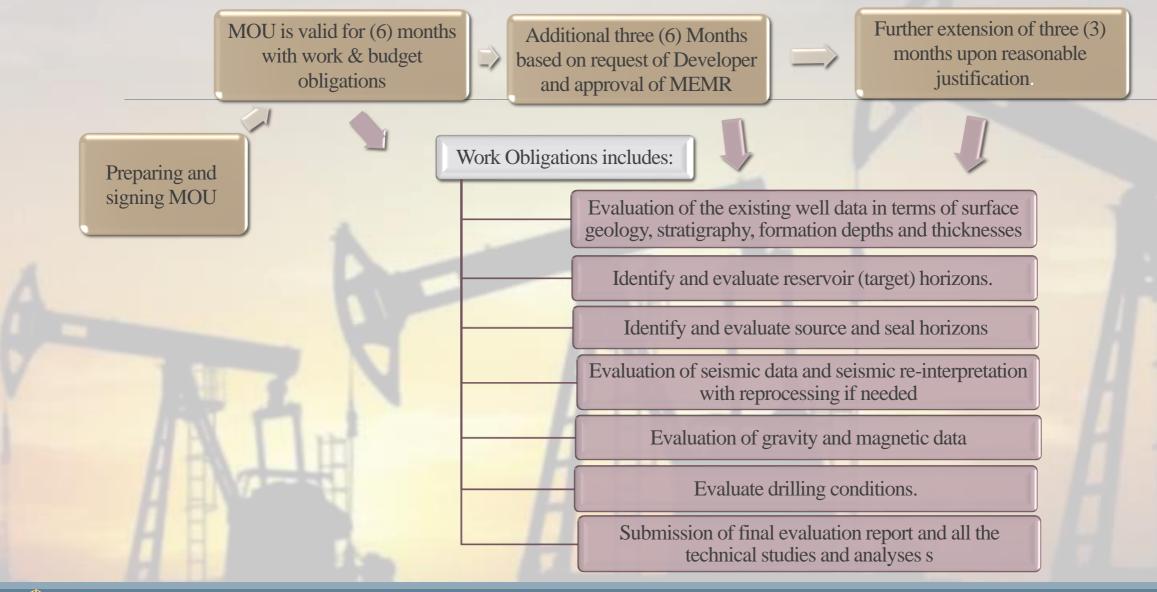
Financial Capability 50 mark

Main Working Team 20 mark

Preliminary Work Program 10 mark



# The Phases of Memorandum of Understanding (MOU)





#### Crude Oil for an additional five (5) Years and with respect to Gas for an additional ten (10) Years (The First Exploration phase) for 3 years (The Third (The Second PSA (The Exploration phase) Exploration phase) for Production phase) for 2 years 2 years. • Contractor shall for 25 years undertake • If. as a result of expenditure. • Contractor shall such operations or • prepare and review a undertake if during the final proposed "Appraisal • Contractor shall geological and undertake geological Year of the Program" a proposed geophysical appraisal plan, work studies, petrophysical Second studies. program and budget ) to studies, geochemical Exploration determine whether such studies and geological Phase a • Wells drilled Discovery Well is field investigations Discovery is a during the Second established Commercial Discovery, that shall further the **Exploration Phase** understanding of the • Development Plan for hydrocarbon potential the Production Area of the Area.

MEMR agrees to extend the Production Period with respect to

### The Phases of Production Sharing Agreement (PSA)

# Financial obligations during the term of the PSA

#### The Developer will allocate financial obligations minimum

USD ..... million for First Exploration Term and
USD ..... million for Second Exploration Term,
USD ----- million bank guarantee for the first exploration term,
USD ----- Million bank guarantee for the second exploration term.
USD ----- bank guarantee for the Customs Department

• Training & Sustainable Development Projects payments: Developer shall pay annually, One Hundred Thousands USD (100,000) for training nationals and technology transfer And One Hundred Thousands USD (100,000) for Sustainable Development Project within the local community.

#### Cost Recovery:

40-50 % for exploration and development expenditure and the operating expenses will be fully recovered in the same year in which they have been spent.

#### Production Sharing

• The sharing of produced oil and gas will be as per the following table:

Barrels of Oil	Government	Contractor
per Calendar Day	Share (%)	Share (%)
0-10,000	40	60
15,000-10,001	40-45	60-55
15,001-30,000	45-50	55-50
30,001-50,000	50-55	50-45
50,001-80,000	55-60	45-40
80,001-100,000	60-65	40-35
100,001 and above	70	30

