

The Government of The Sultanate of Oman signs a PSA and JOA with Occidental, Shell, Liwa, Total and Partex for the development of Mukhaizna Field

The Government of the Sultanate of Oman signed today (Tuesday 21st June 2005) a Production Sharing Agreement (and a Joint Operating Agreement) for the development of the Mukhaizna field with Occidental Mukhaizna LLC, Liwa Energy Ltd., a subsidiary of Mubadala Development Company, Shell Oman Trading Company Limited, Total E&P Oman, and Partex (Oman) Corporation.

As operator, Occidental Mukhaizna LLC, will utilize thermal EOR techniques, to develop some 1 billion barrels of Mukhaizna crude and achieve a production of 150,000 barrels per day by 2010.

In the new venture, Occidental Mukhaizna LLC will hold a 45 per cent interest in the PSA, with 20 per cent held by the Government of the Sultanate of Oman, 17 per cent by Shell Oman Trading Company Limited, 15 per cent by Liwa Energy Ltd, two per cent by Total E&P Oman and Partex (Oman) Corporation one per cent.

His Excellency Dr. Mohamed bin Hamad Al Rumhy (Minister of Oil and Gas) signed the pr=Production Sharing Agreement (and Joint Operating Agreement) on behalf of the Government of the Sultanate of Oman and with the companies participating in the new venture.