

LEGAL NOTICE NO. 173

REPUBLIC OF TRINIDAD AND TOBAGO

THE PETROLEUM ACT, CHAP. 62:01

REGULATIONS

MADE BY THE PRESIDENT UNDER SECTION 29(1)(n) OF THE
PETROLEUM ACT

THE PETROLEUM (ROYALTIES) (ONSHORE CRUDE OIL)
REGULATIONS, 1999

1. These Regulations may be cited as the Petroleum (Royalties) (Onshore Crude Oil) Regulations, 1999 and shall be deemed to have come into effect on 1st November, 1998. Citation and commencement

2. (1) The new royalty formula for onshore crude oil production is as follows: Royalty formula

$$\text{Royalty rate} = \frac{(\text{Production} - 5)}{\text{Production}} \times \frac{(\text{Price} - 5)}{5} \times 16\%$$

where—

- (a) “production” is the production per well for the respective field;
- (b) the production formula $\frac{(\text{Production} - 5)}{\text{Production}}$ would not be less than 0; and
- (c) the price formula $\frac{(\text{Price} - 5)}{5}$ would not be less than 0.

(2) The total formula would be subject to a cap of 10%.

Made this 13th day of September, 1999.

M. LOOK LOY
Acting Secretary to Cabinet