

Legal Notice No. 323

REPUBLIC OF TRINIDAD AND TOBAGO

THE PETROLEUM REGULATIONS, CHAP. 62:01

ORDER

MADE BY THE MINISTER UNDER REGULATION 4 OF
THE PETROLEUM REGULATIONS

THE PETROLEUM REGULATIONS (COMPETITIVE BIDDING)
(AMENDMENT) (NO. 4) ORDER, 2006

1. This Order may be cited as the Petroleum Regulations Citation
(Competitive Bidding) (Amendment) (No. 4) Order, 2006.

2. The Petroleum Regulations (Competitive Bidding) Order, 2005 L.N. No. 9
is amended—
of 2006
amended

(a) (i) in clause 4(1), by deleting the words “August 28,
2006” and substituting the words “November 30,
2006”; and

(ii) in clause 12, by deleting the words “October 30,
2006” and substituting the words “February 10,
2007.”;

(b) in the Third Schedule, in Summary Bid Forms A and B
respectively, by deleting all the words commencing under
the heading—

“ MINISTER’S SHARE OF PROFIT CRUDE OIL (in
percentages %)” and ending with the words “Price Class
E refers to the Minister’s share for a Natural Gas Price
greater than US \$4.00 per Mcf” and substituting the
following:

Petroleum Regulations (Competitive Bidding) (Amendment)
(No. 4) Order, 2006

“GOVERNMENT’S SHARE OF PROFIT CRUDE OIL (in percentages %)

[Clause 8(e)]

Crude Oil Price Class

A B C D

*Available Crude Oil
Production Rate Tier*

Production up to
10,000 BOPD

Production in excess
of 10,000 BOPD and up
to 25,000 BOPD

Production in excess of
25,000 BOPD and up
to 50,000 BOPD

Production in excess
of 50,000 BOPD and
up to 75,000 BOPD

Production in excess
of 75,000 BOPD

Where: Price Class A refers to the Government’s share for a Crude Oil price less than or equal to US \$20.00 per Barrel.

Price Class B refers to the Government’s share for a Crude Oil price greater than US \$20.00 per Barrel but less than or equal to US \$30.00 per Barrel.

Price Class C refers to the Government’s share for a Crude Oil price greater than US \$30.00 per Barrel but less than or equal to US \$40.00 per Barrel.

Price Class D, Crude Oil price greater than US \$40.00 per Barrel, the Government’s share of Profit Crude Oil is equal to

$$BR + 80\% [(P - US\$ 40)/P] (1 - BR)$$

Where: BR refers to the Base Rates set out in Price Class D and P is the Crude Oil Price.

GOVERNMENT'S SHARE OF PROFIT NATURAL GAS (in percentages %)
[Clause 8(e)]

Natural Gas Price Class

A B C D

Available Natural Gas
Production Rate Tier

Production up to
60 MMcfd

Production in excess
of 60 MMcfd and up
to 150 MMcfd

Production in excess
of 150 MMcfd and up
to 300 MMcfd

Production in excess
of 300MMcfd and up
to 450 MMcfd

Production in excess
of 450 MMcfd

Where: Price Class A refers to the Government's share for a Natural Gas price less than or equal to US \$1.50 per Mcf.

Price Class B refers to the Government's share for a Natural Gas price greater than US\$1.50 per Mcf but less than or equal to US \$2.75 per Mcf.

Price Class C refers to the Government's share for a Natural Gas price greater than US\$2.75 per Mcf but less than or equal to US \$4.00 per Mcf.

Price Class D, Natural Gas price greater than US\$4.00 per Mcf, the Government's share of Profit Natural Gas is equal to

$$BR + 80\% [(P - US\$ 4.00)/P] (1 - BR)$$

Where: BR refers to the Base Rates set out in Price Class D and P is the Natural Gas price.”;

Petroleum Regulations (Competitive Bidding) (Amendment)
(No. 4) Order, 2006

(c) in the Fourth Schedule, by deleting Form “B” and substituting the following:

“FORM “B”
Share of Production and Tax Liabilities

All amounts should be in constant
2006 US\$

Year	Government's Share of Profit Oil (\$M)	Government's Share of Profit Natural Gas (\$M)	Total Government's Share of Profit Oil (\$M)	Tax* Liability (\$M)
2006				
2007				
2008				
2009				
2010				
2011				
2012				
2013				
2014				
2015				
2016				
2017				
2018				
2019				
2020				
2021				
Please insert rows and further sheets if required				
TOTAL				

* Petroleum Profits Tax & Unemployment Levy”; and

(d) by repealing the Fifth Schedule and substituting the following:

“FIFTH SCHEDULE

[Clause 11(4)]

RELATIVE WEIGHTINGS FOR USE IN THE EVALUATION OF BIDS RECEIVED

COMPETITIVE BIDDING ORDER 2006

(1) EXPLORATION PROGRAMME		35
<i>Obligatory Programme</i>		
Work Programme	20	
Expenditure Commitment	10	
<i>Optional Programme</i>		
Work Programme	4	
Expenditure Commitment	1	
(2) SHARING OF PRODUCTION		35
(3) BONUSES/CONTRIBUTIONS		30
Production Independent Bonuses/Contributions	25	
Production Related Bonuses/Contributions	5	
TOTAL		100”.

Dated this day of , 2006.

L. SAITH
*Minister of Energy and
Energy Industries*