Prospects of Oil & Gas in Cambodia

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Workshop on

Capital Market Development in Cambodia

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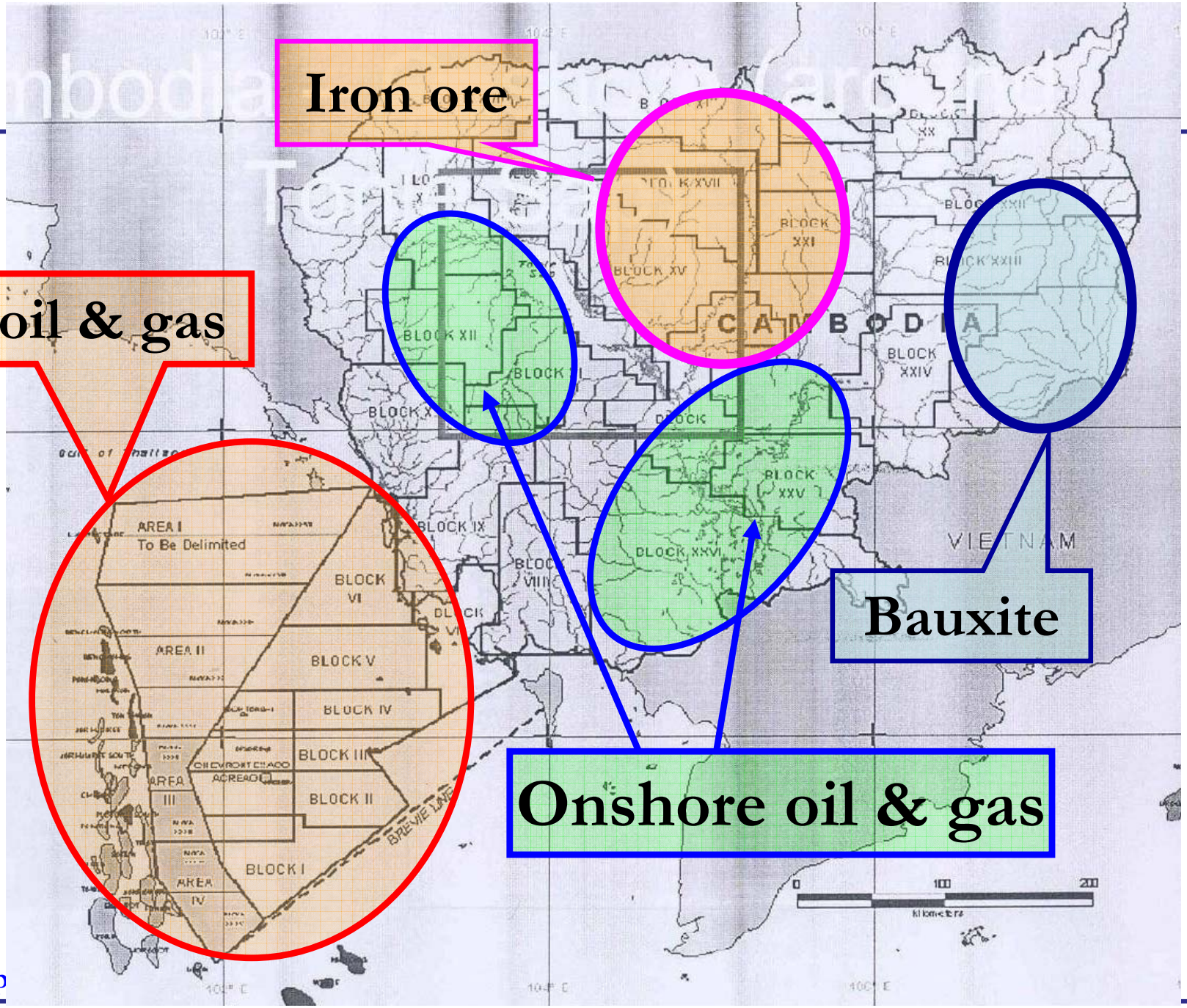
Map of Cambodia and Extractive Industry

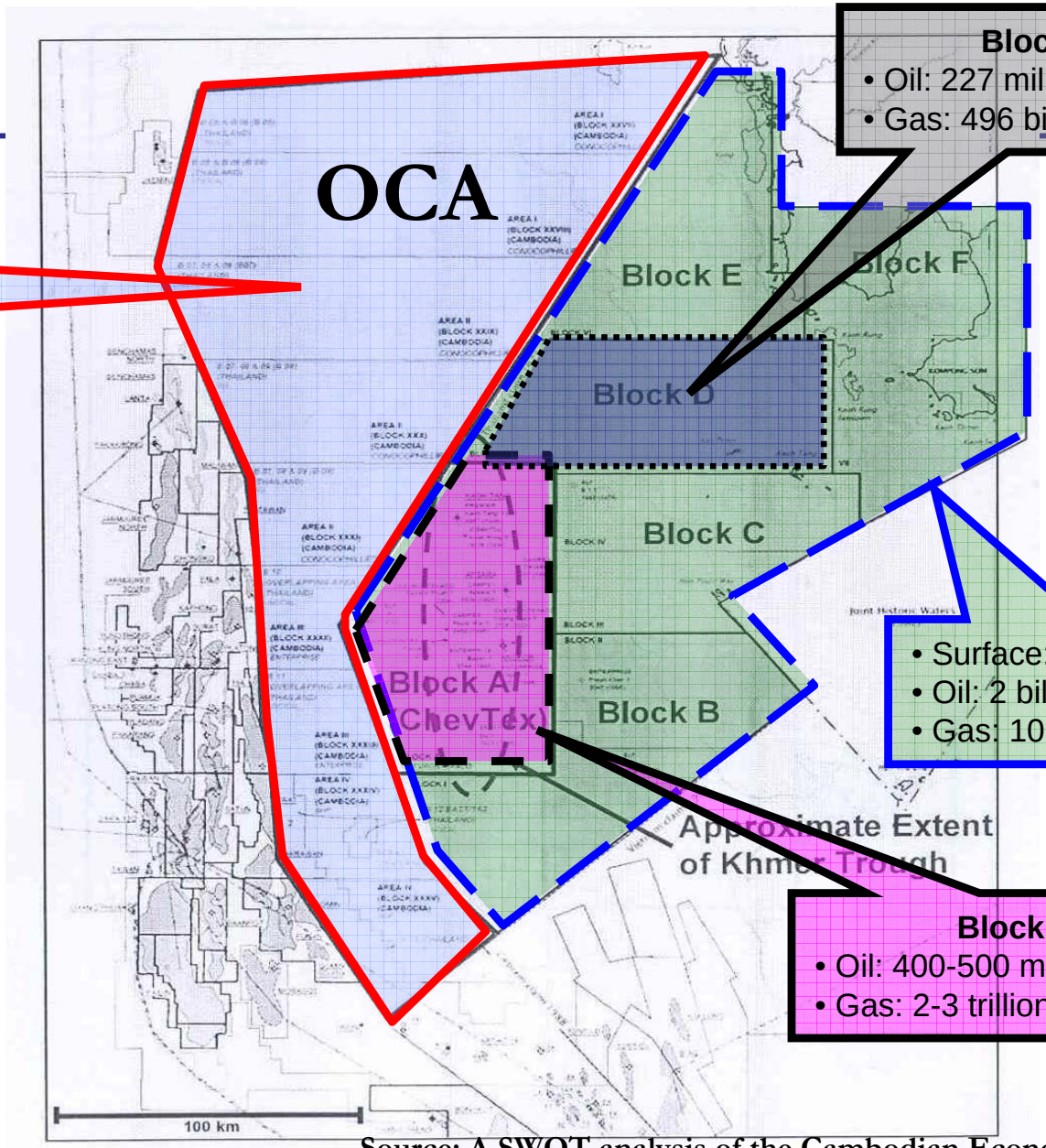
May 30th, 2007



Potential Offshore Oil & Gas Reserve

May 30th, 2007

Overlapping Claims Area
- Surface: 27,000Km^2
- Oil: 3 billion barrels



Block D
- Oil: 227 million barrels
- Gas: 496 billion ft^3

- Surface: 37,000Km^2
- Oil: 2 billion barrels
- Gas: 10 trillion ft^3

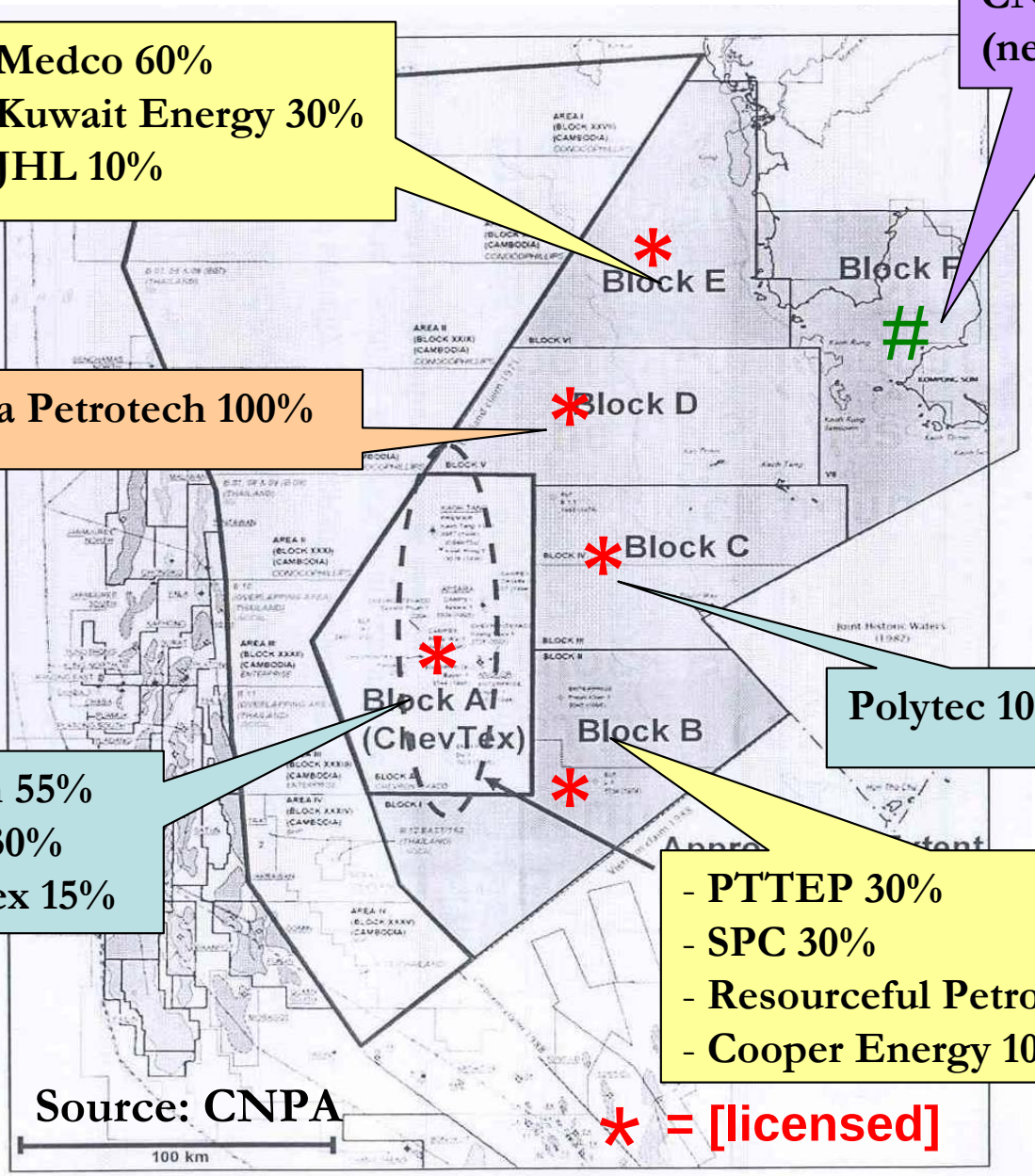
Block A
- Oil: 400-500 million barrels
- Gas: 2-3 trillion ft^3

Source: A SWOT analysis of the Cambodian Economy, Jan 2006

Press release of China Petrotech, Apr 2007

Offshore Block Status

May 30th, 2007



Potential offshore Oil and Gas revenue

If ALL can be extracted…

- Estimated annual government revenue from all offshore blocks: **US$ 3-4 billion** (~50% of GDP 2006).
- Annual revenue per capita: **US$ 235** (GDP/capita 2006 = US$510)

Main assumption:

- Crude oil price = US$50/barrel
- Gas price = US$0.005/$ft^3$
- Government revenue from oil & gas (royalty + tax + other) = 50% of total sales
- Production period = 20 years

Potential Offshore Oil and Gas revenue (cont.)

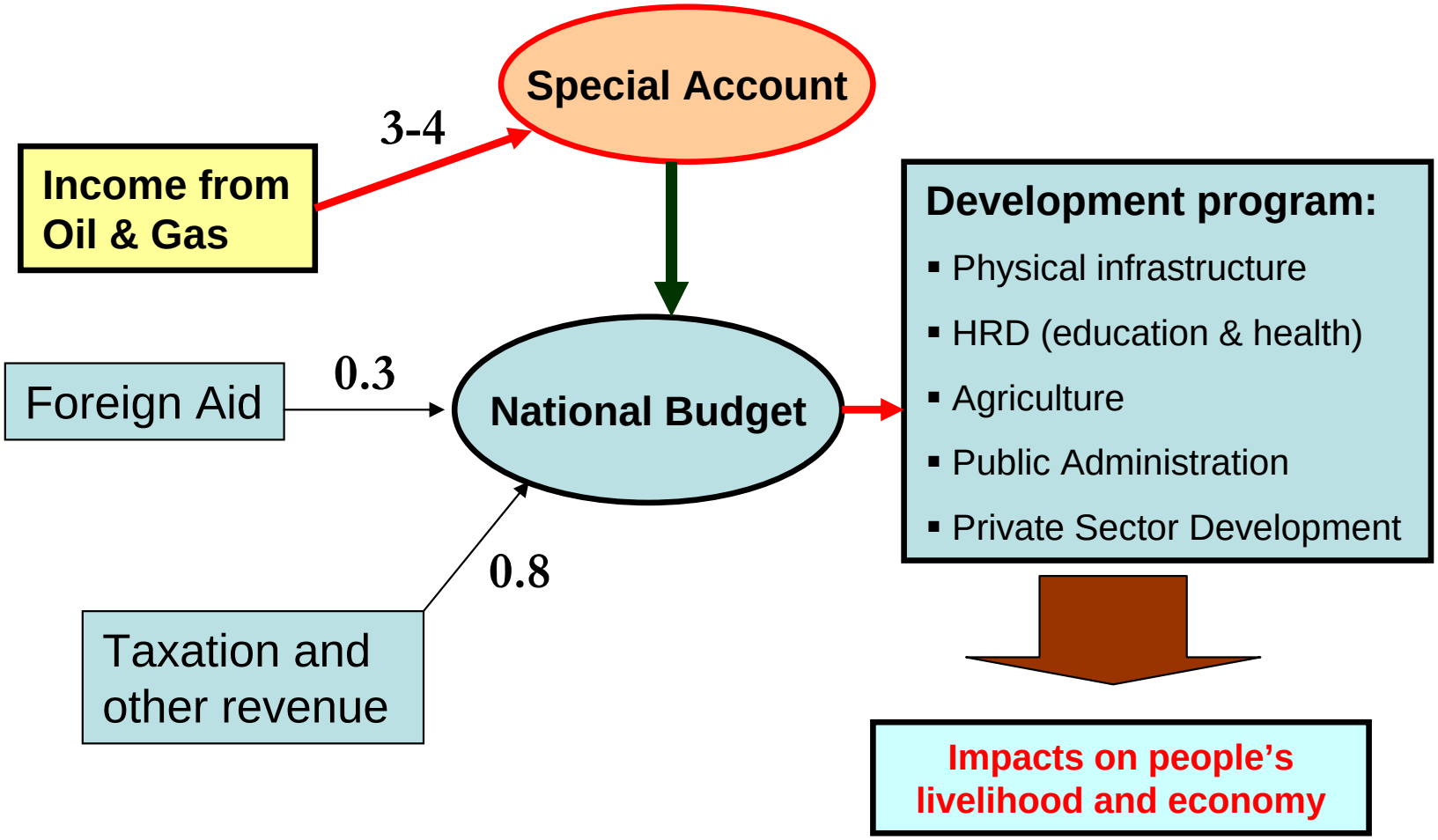
- Estimated government annual revenue of Block A + D: **US$1-1.3 billion** (more than national budget in 2006)

So, if well managed…

> **"*oil & gas is an opportunity for sustaining growth and fostering development of Cambodia*"**

How Oil & Gas contribute to Development? (cont.)

May 30th, 2007



Note: Figures above arrow are in billion US$ (2006)

Thank you