

# New Fiscal Terms 2018

Items	Contractual Terms											
Exploration Period	- Duration: <b>8 years</b> . - Possibility to extend the phase : up to <b>12 months</b> - Possibility to extend the period : <b>12 months</b>											
Exploitation Period	<b>15 years</b> + renewal for <b>8 years +7 years</b> for Oil <b>20 years</b> + renewal for <b>8 years +7 years</b> for gas											
State participation	<b>15% carried</b> during the development and production phase. State doesn't participate in exploration costs.											
GOC Participation	<b>10%</b> at market price											
Cost Stop	The cost recovery ceiling doesn't exceed : <table border="0" style="width: 100%; text-align: center;"> <tr> <td></td> <td>Oil</td> <td>Gas</td> </tr> <tr> <td>Conventional Zone :</td> <td><b>70%</b></td> <td><b>80%</b></td> </tr> <tr> <td>Deep and Ultra Deep Offshore :</td> <td><b>75%</b></td> <td><b>90%</b></td> </tr> </table>				Oil	Gas	Conventional Zone :	<b>70%</b>	<b>80%</b>	Deep and Ultra Deep Offshore :	<b>75%</b>	<b>90%</b>
	Oil	Gas										
Conventional Zone :	<b>70%</b>	<b>80%</b>										
Deep and Ultra Deep Offshore :	<b>75%</b>	<b>90%</b>										
Signature bonus	Negotiable											
Profit Split	The State first tranche can't be below : <table border="0" style="width: 100%; text-align: center;"> <tr> <td></td> <td>Oil</td> <td>Gas</td> </tr> <tr> <td>Conventional Zone</td> <td><b>50%</b></td> <td><b>50%</b></td> </tr> <tr> <td>Deep and Ultra Deep Offshore :</td> <td><b>45%</b></td> <td><b>45%</b></td> </tr> </table>				Oil	Gas	Conventional Zone	<b>50%</b>	<b>50%</b>	Deep and Ultra Deep Offshore :	<b>45%</b>	<b>45%</b>
	Oil	Gas										
Conventional Zone	<b>50%</b>	<b>50%</b>										
Deep and Ultra Deep Offshore :	<b>45%</b>	<b>45%</b>										
Royalty	The rate can't be below : <table border="0" style="width: 100%; text-align: center;"> <tr> <td></td> <td>Oil</td> <td>Gas</td> </tr> <tr> <td>Conventional Zone:</td> <td><b>7%</b></td> <td><b>4%</b></td> </tr> <tr> <td>Deep and Ultra Deep Offshore :</td> <td><b>5%</b></td> <td><b>2%</b></td> </tr> </table>				Oil	Gas	Conventional Zone:	<b>7%</b>	<b>4%</b>	Deep and Ultra Deep Offshore :	<b>5%</b>	<b>2%</b>
	Oil	Gas										
Conventional Zone:	<b>7%</b>	<b>4%</b>										
Deep and Ultra Deep Offshore :	<b>5%</b>	<b>2%</b>										
Income Tax	Included in the State profit share											
Funds	- Hydrocarbons support fund, <b>negotiable</b> - DGH Equipment fund, <b>negotiable</b> - Local community development fund, <b>negotiable</b> - Training fund, <b>negotiable</b> - National park fund, <b>negotiable</b>											
RES fund	RES fund must be created in Gabon at the first oil											
Domestic Market	15% Discount which is recoverable as a petroleum costs											
Social responsibility	PID: 1% of contractor sales. 75% is recoverable											
	PIH : 2% of contractor sales. 75% is recoverable											