

Application form

Application formular for exploration block of "Velça"

Applicant			
Date of filling in the application	Date (dd/mm/yyyy)		
Name of the contact person	Name, surname.		
	Phone number	E-mail address	
	Postal address.		
A. General Information			
a. Contract Area			
	Contract area (exploration block, oil field) for which is being applied for.		
b. Commercial name of the			
applicant	Full commercial name of the applicant in accordance with the respective commercial register.		
b.i. Legal form of the applicant	Legal Person		
c. Contacts	Phone number	E-mail address	
d Unique identification number	Unique identification number as recorded in the commercial register		
e. Place of registration			
0	Address of the place of registration of the company's headquarters.		
	City	Country	
f. Description of the main activities of the applicant			

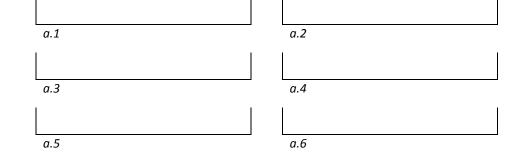
A brief description of the main activities of the applicant

A. General Information (continued)				
g. Declaration of ownership		Declaration of company ownership (attach).		
h. Declaration of ownership		Declaration regarding any special control exercised by one of the shareholders or co-owners of the company (attach).		
B. Financial data				
a.i. Details on the assets of the applicant		Income statement and balance sheet of the applicant for the last three years (attach).		
a.ii.		Financial reports for the last three years, of the applicant and of any other legal persons, which are its parent/s and/or sister/s companies (attach).		
a.iii.		Consolidated income statement and balance sheet, including consolidation standards and procedures (attach).		
b. Financial capacities		Data on financial capacities of the applicant, sorted by type (attach).		
c. Financial capital		Data on capital accounts of the applicant, sorted by type (attach).		
d. Financing methods				
	A buist			
	-	lescription on how the applicant plans to finance the hydrocarbon s (attach detailed explanation).		

C. Technical data

Experience related to previous hydrocarbon development and production activity

a. Countries/areas of previous activities



C. Technical data (continued)

b. Technical expertise of the applicant				
		Detailed explanation attached		
c. Description of the applicant's experience in the conduct of the petroleum operations		Description of theoperations for of petroleum conducted, in valu detailed explanation, and the re conduct of such petroleum oper	spective time periods for the	
d. Description of the applicant's experience in similar oil fields		Description of the operations conducted for the development and production of petroleum, in value and in kind in similar oil fields (attach). Give detailed explanation, and the respective time periods for the conduct of such petroleum operations.		
e. Personel information		Technical capacities of the staff/personel that have conducted and lead the previous development and production operations, and those who shall engage in the development and production in the requested area (attach). Provide detailed explanation and copies of individual curriculum vitae.		
f. Operator information		Data on the operator assigned for the technical management of the work, according to the executed operations (attached). Provide detailed explanation and copies of respective financial balance sheets.		
D. Data on Main Terms and C	onditi	ons of the Hydrocarbon A	Agreement	
a. Contract Area				
a. Contract Area	Contract	act area (oil field) for which is being applied for.		
b. Minimum work program		Minimum work program during duration (attach). Give detailed		
b.i Evaluation period				
	b.i.a dur	ation in months	b.i.b minimal amount in USD	
	b.i.c types of investment (type of operations to be conducted)		to be conducted)	
b.ii Production period	b.ii.a duration in months			
b.ii.a auratio			I	
	<i>b.ii.b description of the vision for the development of the oil field</i>			

D. Data on Main Terms and Conditions of the Hydrocarbon Agreement (continued)

c. Sharing of petroleum		recovery, including the provi	action and the mechanism for cost isions for the designation of a cost attach). Give detailed explanation.	
c. i. Albanian Party Share of Production - APSP	Share o as a pei	ntity of the Albanian Party f Production - APSP - expressed rcentage of the total production, eduction of PEP, if any (%)		
c. ii. Pre-Existing Production - PEP	Product over (P of the a	uantity of the Pre-Existing tion, of the wells to be taken EP ₀), expressed as a percentage average production of the six a preceding the take-over date	c.ii.b The decline formula for the monthly quantity of the Pre-Existing Production, the wells to be taken over (exponential decline formula - $PPE_n = PPE_0e^{-Dt/_{12}}$, exponential coefficient (D) expressed as a percentage (%).	
c. iii. Petroleum costs recovery ceiling	recover	nount of the petroleum costs y ceiling expressed as a age (%), but not more than 85%		
c. iv. Available petroleum ceiling for cost recovery	ceiling j	nount Available petroleum for cost recovery expressed as a rage (%), but not more than 85%		
d. Bonuses			or training and signing the hydrocarbon uses, etc. (attach). Provide detailed	
d.i Signature bonus	d.i. Valı	ue of the signature bonus (USD)		
d.ii Training bonus		ue of the training bonus for In Party's employees (USD/year)		
d.iii Production bonus		Production Bonus, for achieving certain production levels (expressed in bbl/days), paid and expressed in USD, for each proposed production level (attach). Provide detailed explanation.		
e. Legislation		Written declaration confirming that the laws of the Republic of Albania are applicable to the hydrocarbon agreement (attach).		
f. Other proposals		Other proposals (attach).		

Explanations

The documentation must be in original form and it must be sent to the Albpetrol sh.a address, which reviews the application. An applicant can submit applications for one or more oil fields, under the condition that each application should be sent through separate sealed envelopes.

Any subject, interested and fulfilling the criteria provisioned, can apply to enter into a Hydrocarbon Agreement.

Signature

This form must be signed in every page by the person authorized by the applicant (attach herein the respective authorization), with the respective company seal..

Also, it should be signed on each page of any documentation and/or explanation that is attached hereto, to this application form.

This application form is signed today on:

Signature date (dd/mm/yyyy)

This application form is signed by:

Signature of the authorized person (company seal)

Commercial name of the applicant