



TANGGUH COORDINATION WITH THE POLICE DURING YEARS 2006

The Integrated Community Based Security (ICBS) program was designed with the goal of providing those who live and work around the Tangguh project with a safe and secure environment. It was formulated in collaboration with the Indonesian authorities to address the security and human rights concerns of all stakeholders based on partnerships between Tangguh, the communities, and the government's security providers. As such, on April 16, 2004, a Security "Field" Guidelines Agreement was executed between the Papua police and BP, as operator of the Tangguh project¹. The Field Guidelines set forth the measures to implement the broader Memorandum of Understanding dated August 22, 2003 between BPMIGAS (Indonesia's Upstream oil & gas regulatory body) and the Indonesian police concerning security of oil and gas projects throughout the Republic of Indonesia.

The Field Guidelines are aimed at ensuring that the working conditions at the Tangguh project remain secure, in order, and without violation of law. They cover the provision of security at the project and at associated project facilities. The Field Guidelines make clear that BP is responsible for primary security provided by unarmed private security guards. The Guidelines also specify the procedures to be followed whereby BP can request assistance from the police, and the procedures to be followed by the police in deploying such assistance.

The Field Guidelines describe specific commitments of both BP and the police with respect to bearing the costs of security for Tangguh. In this regard:

- Each respective organization will bear its own cost for the conduct of its activities or the discharge of its basic obligations under the Guidelines.
- All costs, payments, and provisions of materials or supplies will be open and transparent and either side has the discretion to publicly disclose this information.
- If BP requests security assistance from the police:
 - With BP approval and request for payment, BPMIGAS (the Indonesia Upstream oil & gas regulatory body) will make payment for transportation, lodging, meals, and daily allowances.

¹ "Field Guidelines for Joint Security Measures Within the Work Area of the Tangguh LNG Project", Joint Decree of Chief of Regional Police of Papua and BP Berau, Ltd, April 16, 2004. See www.bp.com/tangguh



- The amount and procedure for payment will be based on standards and procedures issued by BPMIGAS.
- BP will not be obligated to pay for any support unless previously approved and accepted by BPMIGAS as 'cost recoverable' based on the applicable production sharing contracts and approved by BP Management and its investment partners in the Tangguh project
- BP will not be allowed and will not provide any weapon, weaponry, ammunition or any funding to support the procurement of these items.

Further information on the ICBS program as well as a copy of the Field Guidelines is available on this web site, www.bp.com/tangguh.

Payments in 2006 in Direct Support of Tangguh Security

In 2006, there were not many security activities which required any cost to BP in regard to pay or fund Public Security Forces. The only event that BP funded the activity through POLDA Papua (Papua Police Headquarter) was Joint Security Field Guidelines (JUKLAP) socialization in several places in Papua, which include; Jayapura at POLDA Papua Office; Manokwari at Region Police (POLRES) Office; Bintuni at POLRES Office; Fakfak at POLRES Office, and; Babo at District Police (POLSEK) Office.

Background of the activity

After the signing of JUKLAP in April 2004, the follow-on activity is to socialize the JUKLAP to all related parties (stake holder). The stake holders of the JUKLAP are; mostly, Public Security Forces (mainly Police); Local Government, and Community. Technically, the implementation of JUKLAP socialization was divided in several places in Papua and Irian Jaya Barat. The reason for this was due to the location of stake holders that spread from Jayapura (Papua Police HQ) to Manokwari (Government of Irijaabar, POLRES and rep. of Adat and Community), Bintuni (Local Government/ Bupati, POLRES and rep. of Adat and Community), Babo, and Fakfak.

The purpose of the JUKLAP socialization is to socialize and share the substantial of the JUKLAP to stake holders, so that, they will have comprehensive understand on JUKLAP. The JUKLAP itself contain regulations and references of securing the industries and also regulates procedures of requesting security support of Public Security Forces. The division of labor, between BP internal security and the Police in every level of alertness i.e. normal; emergency, and; very dangerous, also formulated in the JUKLAP. And last but not least, the JUKLAP also regulates the payment for Public Security Forces, in case any cost need to be beard, as a consequence of security support from Public Security Forces to BP Tangguh.

A summary breakdown of payments is listed in the following table. Note: It does not reflect support provided for training classes conducted by human rights organizations associated with the establishment of village forums and community policing in the Bintuni Bay area, which is supported by Tangguh



Integrated Social Program (ISP) as part of its Integrated Community Based Security program (see www.bp.com/tanggung for more information on the ICBS). It also does not reflect the cost for training classes provided by the police that are required under Indonesia regulation as part of the project's security guards professional certification.

Date	Amount	Remarks
27 June 2006	Rp. 50,109,000	Fund support for JUKLAP Socialization at Jayapura & Irijabar
3 July 2006	Rp. 33,500,000	Additional fund for JUKLAP socialization at Bintuni & Fakfak