



TANGGUH COORDINATION WITH POLICE DURING YEAR 2013

The Integrated Community Based Security (ICBS) program was designed with the goal of providing those who live and work around Tangguh LNG 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 Tangguh LNG¹. The Field Guidelines set forth the measures to implement the broader Memorandum of understanding dated August 22, 2003 between BPMIGAS (at the time Indonesia's upstream oil & gas regulatory body) and the Indonesian police concerning security of oil and gas projects throughout the Republic of Indonesia. This field Security Guidelines Agreement is worth for 5 (five) years and has been renewed on August 6, 2009.

The Field Guidelines are aimed at ensuring that the working conditions at Tangguh LNG 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 and now SKK Migas (the Indonesia upstream oil and gas oversight body) will make payment for transportation, lodging, meals, and daily allowances.
 - The amount and procedure for payment will be based on standards and procedures issued by SKK Migas.
 - BP will not be obligated to pay for any support unless previously approved and accepted by SKK Migas 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.

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 <http://www.bp.com/tangguh>



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

Payments in 2013 in Direct Support of Tangguh Security

In 2013, several activities in regard to ICBS and Security operations were conducted as below:

1. Police assistance to assess and investigate a case of intruder entry at the LNG Site.
2. Regular annual coordination meeting with Bintuni, Fakfak and Jayapura Police on security programs.
3. Police support for the law awareness program for high school students at Tanah Merah Baru village.
4. Security guidelines socialization for police programs at Bintuni, Babo, Aranday, Fakfak, Kokas and Manokwari.
5. Voluntary Principles on Security and Human Right (VPSHR) in-house training programs for police and military personnels at Manokwari, Bintuni and Fakfak.
6. Exclusion zone socialization at four locations; Bintuni, Babo, Wimbrow and Tofoi.
7. Police support for Tangguh Exploration and Appraisal Program (TEAP) including explosive handling, inspection and inventory activities.
8. First AMDAL Hearing in Bintuni as part of Tangguh Expansion Program.
9. Joint Exercise with Papua Police in Bintuni and Babo.
10. Joint sea security patrol to secure exclusion zone and reduce trespassing.

A summary breakdown of payments is listed in the table below:

No	Date of Event	Amount (USD)	Description
1	28 Feb - 2 Mar	264.71	Three police assistance from Babo to support investigation and assessment of an intruder at Tangguh.
2	19 - 20 Mar	588.24	Two days coordination meeting with Bintuni Police at LNG Site as part of annual security activity program.
3	4 - 5 Apr	445.38	12 personnel from Fakfak Police participated in the coordination meeting in Fakfak as part of annual security activity program.
4	29 - 31 May	402.06	Police support from Babo for the law awareness program for students at Tanah Merah Baru (TMB) village.
5	19 - 22 May	1,633.58	Two days coordination meeting with Polda Papua Police in Jayapura.



6	17 - 24 Jun	3,903.36	Security Guidelines (JUKLAKPAMBERS) Socialization for 129 Police personnel in Bintuni, Babo, Aranday, Fakfak, Kokas and Manokwari.
7	26 - 28 Jun	95.74	Bintuni Police inspection of the TEAP rig bunker temporary explosives storage as part of compliance to renew the ownership, control and storage permit.
8	19 - 25 Aug	411.76	Three Babo Police officers' assistance in the investigation and assessment of an incinerator incident at LNG Site.
9	23 - 24 Aug	403.36	Two days coordination meeting with Military at both Sorong and Bintuni for VPSHR in-house training program.
10	9 - 13 Sept	5,817.23	VPSHR in-house training for Manokwari Police personnel.
11	9 - 13 Sept	5,247.90	VPSHR in-house training for Bintuni Police personnel.
12	25 - 28 Sept	363.64	Police support from Bintuni for physical inventory of the explosives at the LNG site explosive bunkers
13	10 Sept	300.00	Meeting with Papua Police for Annual Security Guidelines Socialization program in Jayapura.
14	2 - 6 Sept	5,262.61	VPSHR in-house training for 65 Bintuni military personnel.
15	21 - 26 Sept	731.09	Bintuni police support to the exclusion zone socialization in four locations; Bintuni, Babo, Wimbrow and Tofoi.
16	2 - 5 Oct	1,277.31	Two days coordination meeting with Polda Papua Police in Jakarta to discuss the Joint Exercise program.
17	29 - 31 Oct	696.43	One day coordination meeting with Polda Papua Police in Jayapura to discuss the Joint Exercise program.
18	4 Feb - 30 Nov	23,777.31	Six police officers support in guarding and securing the LNG Site explosives bunker for six months.
19	17 - 21 Nov	5,584.03	Joint Exercise program with Papua Police at Bintuni and Babo.
20	31 Oct - 1 Nov	218.18	Meeting in Jayapura to familiarize an MoU between SKK Migas and Police to Bintuni Police personnel.
21	2 - 6 Dec	10,105.26	Bintuni Police support for AMDAL Hearing in Bintuni as part of the Tangguh Expansion Program (TEP).
22	1 Aug - 31 Dec	18,150.00	Bintuni police support for Joint Patrol program for five months.
TOTAL :		85,679.18	

Note: The above cost spending summary reflects all payments in cash in the form of daily allowance; excluding logistical support which is provided in-kind by BP.