

## TANGGUH COORDINATION WITH POLICE DURING YEAR 2016

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 as well as transparency concerns of all stakeholders based on the 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 (Provincial Police) and BP, as operator of Tangguh LNG. 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), which now known as SKK Migas, and the Indonesian Police concerning security of oil and gas projects throughout the Republic of Indonesia. This Field Security Guidelines Agreement was renewed on August 6, 2009.

In 2015, a new Police Command to oversee the Papua Barat province was established. Consequently, a new Security Field Guidelines Agreement needed to be developed to involve the new Papua Barat provincial Police. In June 2016, the newly Security Field Guidelines was officially signed and became effective. The new Field Guidelines, which adopted almost all of the important elements of the previous guideline (i.e. ICBS, the human rights principles, and transparency), was officially signed by the Head of the SKK Migas Representative for Papua & Maluku (SKK Migas PAMALU) and Chief of Papua Barat Police. With SKK Migas as signee, the document becomes mandatory for oil and gas companies working in the Papua Barat province.

The Field Guidelines are aimed at ensuring that the working conditions in all oil and gas facilities in Papua Barat, including Tangguh LNG, remain secure, in order, and without violation of the law. They cover the provision of security at the project and at associated project facilities. The Field Guidelines make clear that each respective oil and gas company working in Papua Barat province, including BP, is responsible for the primary security provided by unarmed private security guards. The Guideline also specify the procedures to be followed whereby all oil and gas companies, including BP, can request assistance from Police and the procedures to be followed by Police in deploying such assistance.

The Field Guidelines describe specific commitments of both parties; the oil and gas industry under coordination of SKK Migas PAMALU and the Papua Barat Police with respect to bearing the costs of security for oil and gas facilities, including Tangguh LNG. 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 ~~et~~ or supplies will be open and transparent and either side has the discretion to publicly disclose the information.
- In the case that any company, including BP, requests security assistance from the Police:

- With the requesting Company's approval and request for payment, and upon approval from SKK Migas, the respective Company will then make payment for transportation, lodging, meals, and daily allowances.
- The amount and procedure for payment will be based on standards and procedures issued by the Ministry of Finance.
- The requesting Company 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 the Company's respective Management.

For further information on the ICBS program as well as a copy of the Field Guidelines is available on this website, <http://www.bp.com/indonesia>

#### Payments in 2016 in Direct Support of Tangguh Security

In 2016, several activities with regards to ICBS and Security operations were conducted as below:

1. **Securing the British Ambassador's visit to LNG site, Babo and Tofoi Villages:** To secure and protect the British Ambassador during his visit to LNG Site, Babo and Tofoi Village.
2. **JUKLAPPAM (Field Security Guidelines) Hulu Migas West Papua Area Meeting. The meeting referred to SKK Migas meeting with PSCs on 23 March 2016 in Jakarta:** This meeting is conducted to discuss about the Field Security Guidelines. It is follow-up to the meeting participated by SKK Migas and PSCs in March 2016.
3. **Sea and Land Security Joint Patrol. This Program is an annual security activity based on the MoU between Tangguh LNG and Polda Papua No: 0072/POLRI/BERAU/8/2009:** This activity is carried out jointly by Tangguh LNG and Papua Police to perform and exercise quality sea and land security patrol.
4. **Security MoU between Polda Papua Barat and SKK Migas and PSCs:** signing of the MoU on security by Polda Papua Barat, SKK Migas and PSCs.
5. **Conducting and supporting Community Policing Workshop (Polmas - FKPM) by Dit Binmas Polda Papua Barat secure and protect Tangguh LNG Operations:** This workshop was held to increase understanding and awareness of community policing in Papua Barat in order to secure and protect Tangguh LNG Operations.
6. **Police inspection of Tangguh's explosive bunker as part of the permitting process: BP security requested Police conduct a physical inspection of its explosive bunker, as part of the permitting process.**
7. **JUKLAPPAM Hulu Migas Meeting in Jakarta. The meeting referred to SKK Migas meeting with PSCs on 18 May 2016 in Jakarta:** This meeting was conducted to discuss about the Field Security Guidelines. It was follow-up to the meeting participated by SKK Migas and PSCs in May 2016.

8. **Babo Police and Doctor from Babo Puskesmas (public clinic) certifying the death of a government official who passed away at LNG site:** BP security invited Police officer from Polsek Babo and a doctor from Babo Public clinic to issue a death certificate for a government official who passed away at the LNG site.
9. **Preparatory Meeting with Polda Papua Barat based on Voluntary Principles on Security and Human Rights (VPSHR) Training of Trainers (ToT) in Jakarta:** This meeting is conducted as follow up to VPSHR ToT in Jakarta.
10. **Sea and Land Security Joint Patrol.** This Program was an annual security activity based on MoU between Tangguh LNG and Polda Papua No: 0072/POLRI/ BERAU/8/2009: This activity is carried out jointly by Tangguh LNG and Papua Police to perform and exercise quality sea and land security patrol.
11. **Training Material Preparation with Police Education Institution (Lemdikpol) based on VPSHR ToT:** In partnership with Lemdikpol, BP Security prepared training material based on VPSHR ToT.
12. **VPSHR ToT in Manokwari:** Conducted VPSHR ToT in Manokwari to improve the understanding and awareness of maintaining security while protecting human rights in the framework of BP VPSHR Commitments. BP Security provided transportation, accommodation, meals and daily allowance to participants.
13. **Joint Security Assessment at LNG site based on assessment in 2016 by BP Group Security and National Agency to Combating Terrorism (BNPT):** This activity was held to evaluate and improve security at the LNG site based on Group Security and BNPT assessment in 2016.
14. **Joint Exercise at Tangguh LNG site between BP Security and Papua Barat Police based on JUKLAPPAM Hulu Migas Papua Barat No. SRT-SKKG 4500/2016/SO and B/007/IV/2016:** This activity was conducted jointly by BP Security and Papua Barat Police to secure and protect security at Tangguh LNG Site.

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

No.	Date of Event	Amount (USD)	Description
1.	22 – 23 Jan	2,317	Securing British Ambassador visit to LNG site, Babo and Tofoi Village.
2.	28 March – 1 April	1,427	JUKLAPPAM Hulu Migas West Papua Area Meeting. The meeting referred to SKK Migas meeting with PSC on 23 March 2016 in Jakarta.
3.	1 April - 30 June	14,675	Sea and Land Security Joint Patrol. This program was an annual security activity based on MoU between Tangguh

			LNG and Polda Papua No: 0072/POLRI/ BERAU/8/2009.
4.	20 – 21 April	1,427	Signing of Security MoU between Polda Papua Barat and SKK Migas and PSC.
5.	25 – 27 April	7,408	Conducting and supporting Community Policing Workshop (Polmas - FKPM) by Dit Binmas Polda Papua Barat to secure and protect BP Tangguh LNG Operations.
6.	1 – 3 June	849	Police inspection of Tangguh’s explosive bunker as part of the permitting process.
7.	7 - 8 June	4,799	JUKLAPPAM Hulu Migas Meeting in Jakarta. The meeting referred to SKK Migas meeting with PSC on 18 May 2016 in Jakarta.
8.	16 June	291	Babo Police and Doctor from Babo Puskesmas (public clinic) certifying the death of a government official who passed away at LNG site.
9.	18 - 19 July	6,813	Preparatory Meeting with Polda Papua Barat based on Voluntary Principles on Security and Human Rights (VPSHR) Training of Trainers (ToT) in Jakarta.
10.	1 July - 31 Dec	28,903	Sea and Land Security Joint Patrol. This Program was an annual security activity based on MoU between BP Tangguh and Polda Papua No: 0072/POLRI/ BERAU/8/2009.
11.	14 - 16 Sep	11,149	Training Material Preparation with Lemdikpol (Police) based on VPSHR ToT.
12.	25 Sep - 7 Oct	41,413	VPSHR ToT in Manokwari. BP Security provided transportation, accommodation, meals and daily allowance for participants.
13.	12 - 14 Oct	9,758	Joint Security Assessment in LNG site referred to Group Security and BNPT assessment in 2016.
14.	28 - 30 Nov	5,176	Joint Exercise in LNG site between BP Security and Papua Barat Police referred to JUKLAPPAM Hulu Migas Papua Barat No: SRT-SKKG 4500/2016/SO & No: B/007/IV/2016.
	<b>TOTAL</b>	266,620.16	

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