

23 January 2013

INPEX launches FLNG FEED for the Abadi LNG Project,
the Masela Block, Indonesia

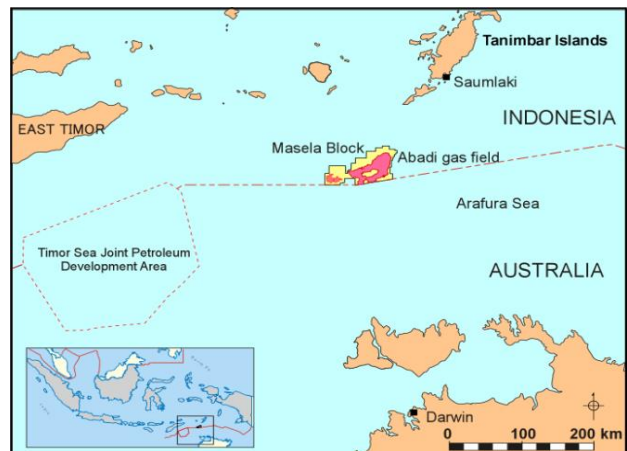
INPEX CORPORATION (INPEX) is pleased to announce today that its affiliate INPEX Masela, Ltd. (INPEX Masela) has awarded contracts for the Front End Engineering and Design (FEED*) of its Floating LNG ("FLNG") facility for the development of the Abadi LNG Project in Indonesia.

Following the launch of the SURF FEED work announced on 26 November 2012, the launch of the FLNG FEED work means the Project has fully started the overall engineering work for the future development of the Abadi gas field.

(*) FEED is the project development phase in which plans for the development facilities are defined, designed and evaluated in more detail by a contracted engineering company



Floating LNG Facility (image)



Location Map

The FLNG FEED covers the front end engineering work of a floating production facility where natural gas is processed, liquefied, stored and offloaded.

The FLNG FEED contract has been awarded to two Groups. One Group is led by a world-leading engineering company JGC Corporation / PT JGC Indonesia and the other Group is led by another world-leading engineering and oil & gas contracting service company PT Saipem Indonesia / Saipem s.a. These two Groups will conduct the FLNG FEED in parallel under a design competition. In order to keep the project schedule and to ensure consistency of engineering technology applied, it is intended that one of the



Public Relations Group, Corporate Communications Unit
Akasaka Biz Tower, 5-3-1 Akasaka, Minato-ku, Tokyo 107-6332 JAPAN

Groups will continue into the FLNG EPC (Engineering, Procurement and Construction) phase. Therefore, it is envisioned that the FLNG EPC contract will be awarded to the Group that provides technical and commercial superiority based on its overall design solution for the FLNG facility.

Commencing the FEED for FLNG production facilities following the SURF FEED will definitely contribute to ensuring the successful start-up of the Abadi LNG Project. This progress is a part of the continuous enhancement of INPEX's E&P activities as one of the measures for growth, which is in line with the "Medium- to Long-Term Vision of INPEX" announced in May 2012. INPEX continues to seek support from the Indonesian Government and other stakeholders for a successful commercial production from the Abadi LNG Project.

(1) Participating Interests

INPEX Masela (Operator)	: 60%
Shell Upstream Overseas Services (I) Limited	: 30%
PT EMP Energi Indonesia	: 10%

(2) Planned Schedule

The Project schedule after the FEED, including Final Investment Decision (FID) and the production start-up, will be determined based upon the FEED results

(3) Production Volume

The POD-1 in December 2010 approved the Stage 1 of LNG development of the Abadi gas field under the FLNG concept with 1 liquefaction unit of the production capacity of 2.5 million tonnes per annum as well as the production capacity of 8,400 barrels per day of condensate.

(4) Reserves

The Abadi gas field is estimated to hold the hydrocarbon reserves more than sufficient for the production of 2.5 million tonnes per annum of Liquefied Natural Gas for over 30 years



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(5) About two Groups

■ Group led by JGC

JGC Corporation
PT JGC Indonesia
PT Technip Indonesia
PT Technip Engineering Indonesia
Technip France
MODEC Inc.

About JGC Corporation

Company name: JGC Corporation

Headquarter: Japan

Chairman and

Representative Director: Mr. Keisuke Takeuchi

Foundation year: 1928

Number of

Group Manpower: 9,000 (2012)

Business: Established in 1928, JGC has left its mark on numerous projects in the field of hydrocarbons and non-hydrocarbons the world over. Many have been major, state-sponsored projects carried out in Asia, Africa, South America, Eastern Europe and the Middle East. JGC's highly advanced engineering technologies and excellent project management have led repeatedly to the successful completion of these large-scale projects. In short, as a leading global engineering company, JGC has the accumulated experience gained from over 20,000 projects performed in approximately 70 countries. JGC is recognized internationally as a first-class engineering company with superior technological capabilities.

■ Group led by Saipem

PT Saipem Indonesia
Saipem s.a.
PT Chiyoda International Indonesia
Chiyoda Corporation
PT Tripatra Engineering



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PT Tripatra Engineers and Constructors
PT Rekayasa Industri
SBM Inc.

About Saipem

Company name:	Saipem S.p.A.
Headquarter:	Italy
CEO:	Mr. Umberto Vergine
Foundation year:	1950s
Number of employees:	over 40,000 employees
Business:	Saipem is a large, international and one of the best balanced turnkey contractors in the oil & gas industry. Saipem has a strong bias towards oil and gas related activities in remote areas and deepwater and is a leader in the provision of engineering, procurement, project management and construction services with distinctive capabilities in the design and the execution of large-scale offshore and onshore projects, and technological competencies such as gas monetization and heavy oil exploitation.

Media Contact: INPEX Tokyo Office, Public Relations Group, Tel) +81-3-5572-0233