

Oil Search Alaska: at the Forefront of the North Slope Oil Renaissance

Meet Alaska
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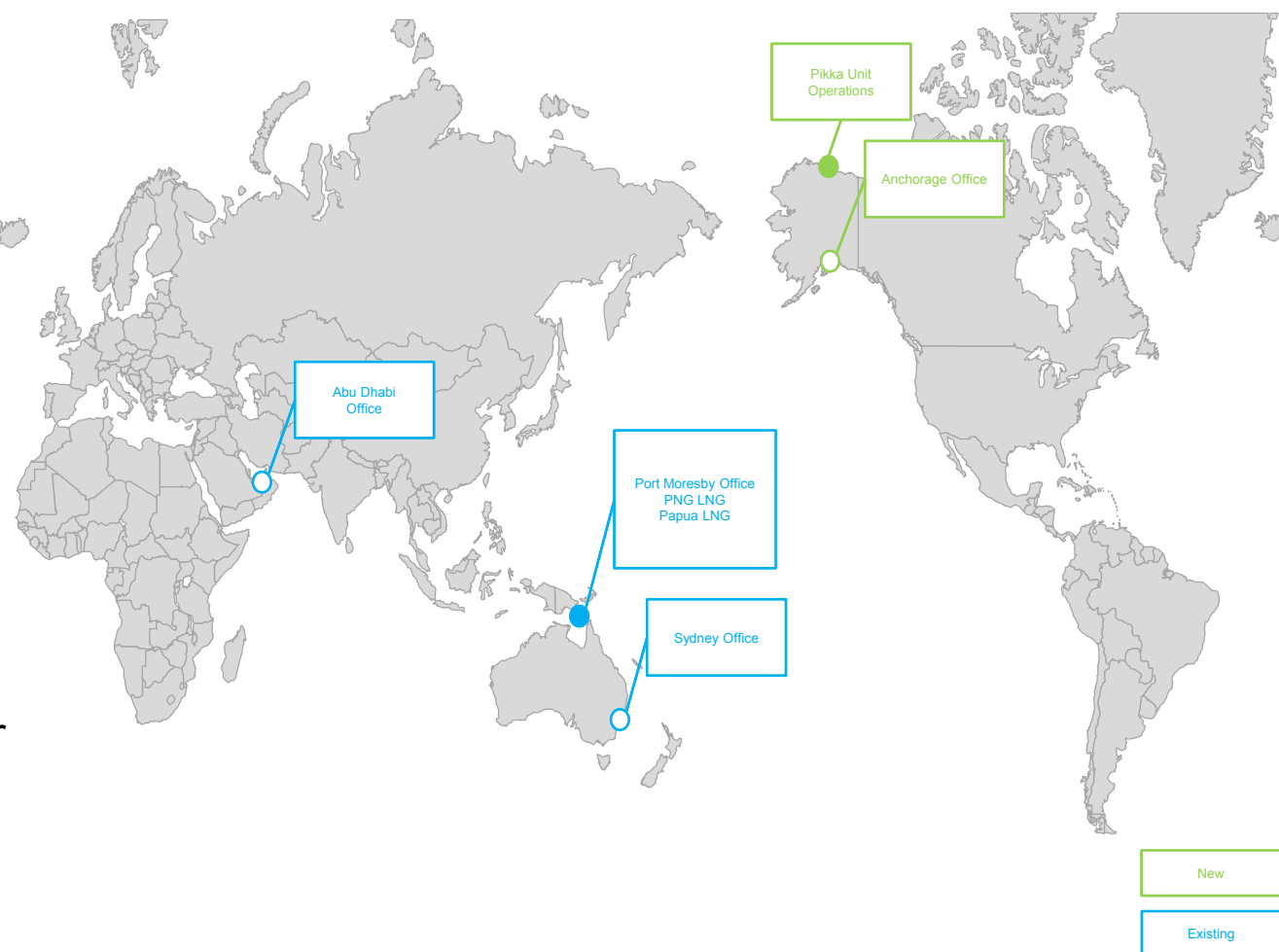
INVESTING IN ALASKA'S NORTH SLOPE

» ESTABLISHED IN PAPUA NEW GUINEA (PNG) IN 1929

- ~1,300 employees
- Operations/offices in PNG, Sydney, Abu Dhabi, and Alaska

» OFFICES IN ALASKA SINCE MARCH, 2018!

- More than 95 employees
- World-class leases - Nanushuk Development - Pikka Unit
- 25.5% working interest in Pikka Unit
- 25.5% to 50% ownership in over 600,000 gross acres on the North Slope
- Among the top 5 leaseholders on the North Slope (gross acreage)



Oil Search Alaska Values

KEY TO SUCCESSFUL DELIVERY



	Goals	Key Actions
Safe	<ul style="list-style-type: none">• No injuries• No harm to the environment	<ul style="list-style-type: none">• Nabors/Doyon SMS bridged to OSA• Emphasis on inputs over outputs
Compliant	<ul style="list-style-type: none">• Full compliance• Regulators, stakeholders, company	<ul style="list-style-type: none">• Build procedures to permit requirements• Clear expectations on compliance
Reliable	<ul style="list-style-type: none">• Achieve business imperatives	<ul style="list-style-type: none">• Goal of program understood at all levels• Suppliers engaged and committed to safe delivery
Delivery	<ul style="list-style-type: none">• Deliver all promises	<ul style="list-style-type: none">• Importance of safe delivery is understood at all levels• Performance is measured and monitored

Oil Search: Building Our Team



» Strong Capability

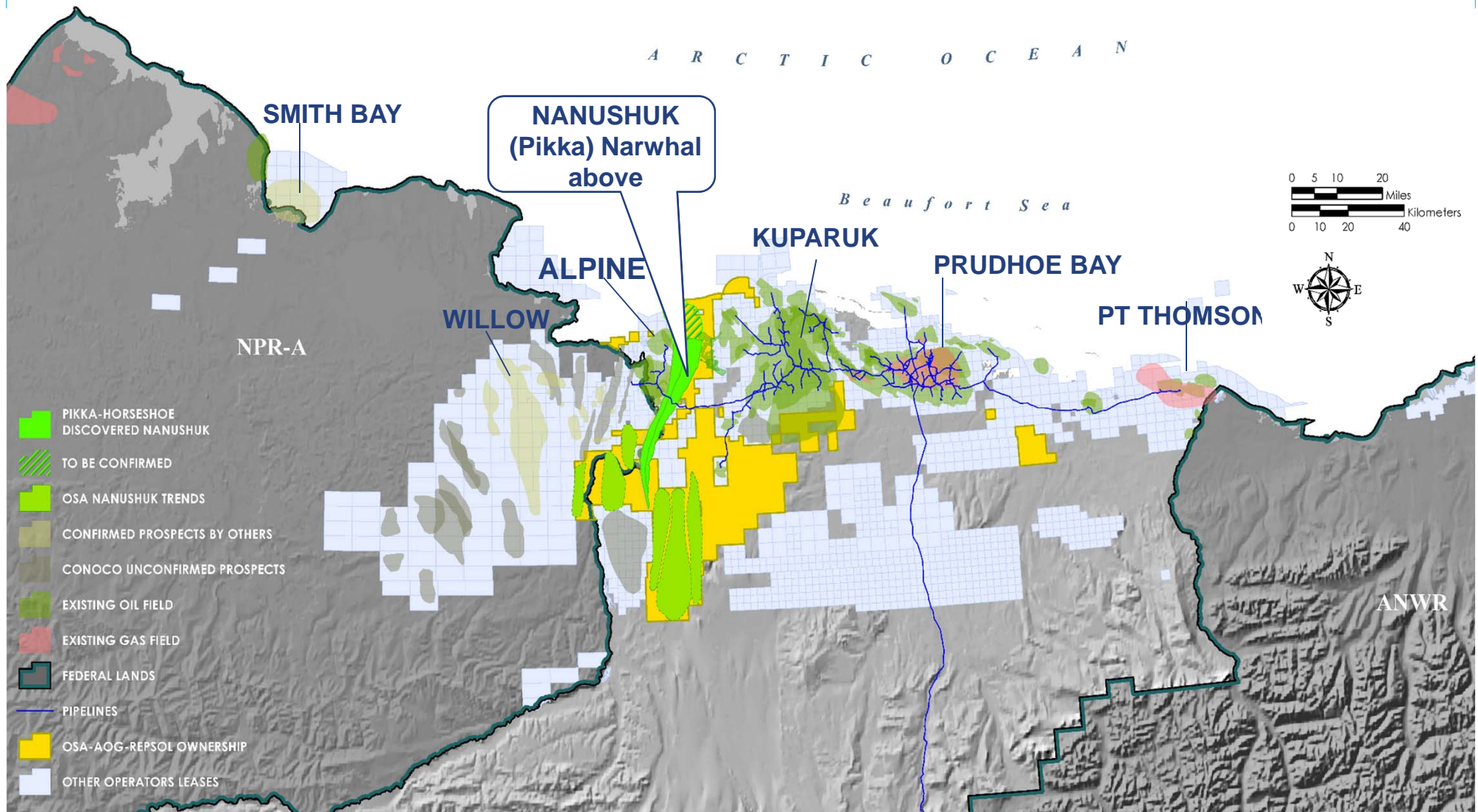
- Over 95 employees & ~25 direct contractors
- ~75% of new-hire employees were hired from within Alaska ²
- Over 2,000 combined years of global oil and gas experience
- Over 300 combined years of Alaska North Slope experience



² More than 66% of employees are new-hires

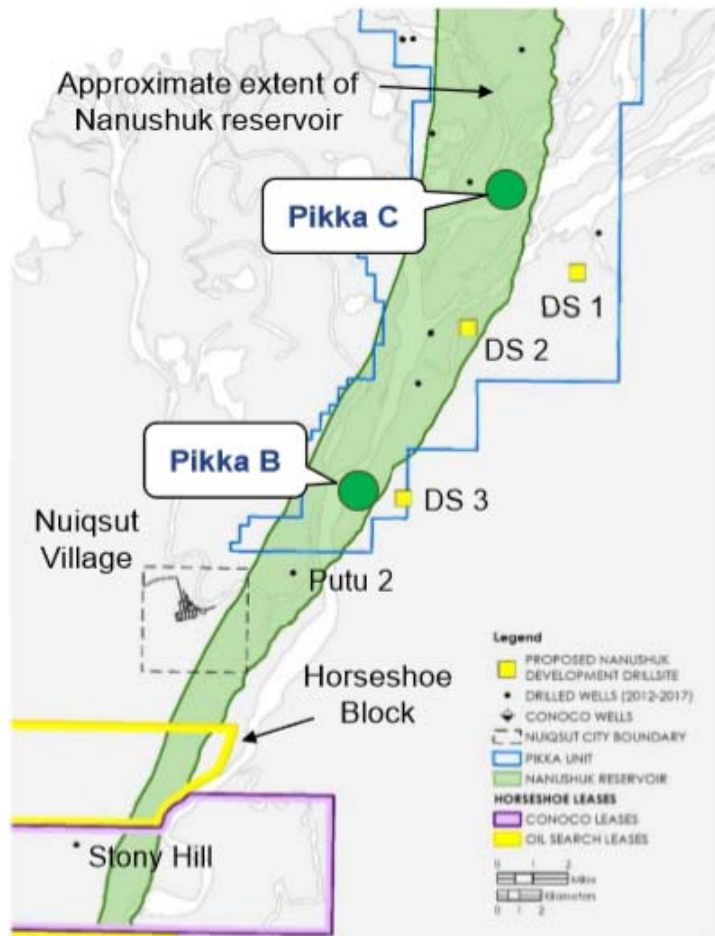
Alaska North Slope Fields

PERSPECTIVE OF THE PIKKA UNIT



2018/19 Work Focused on Maturing Pikka

RESOURCE ESTIMATES



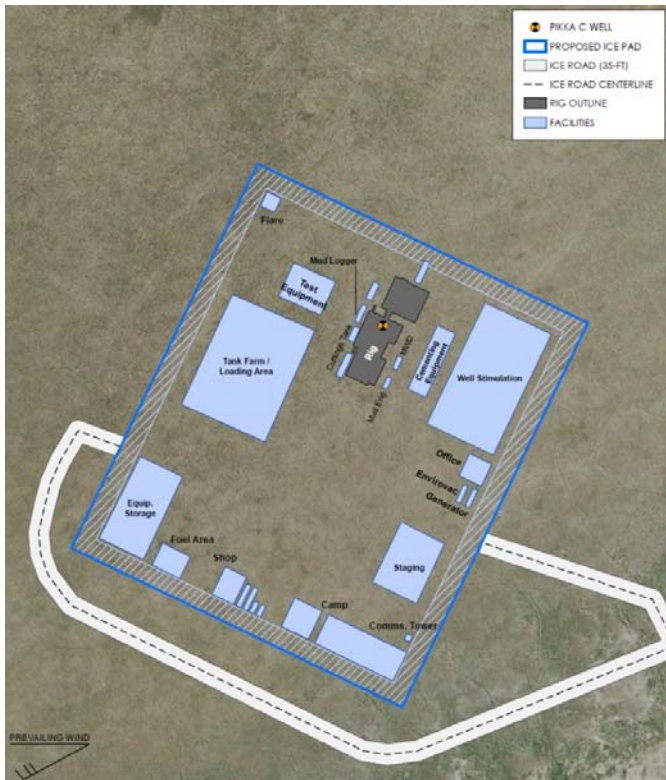
- » Two-rig exploration program
- » Drilling two appraisal wells
 - 2 surface locations
 - four penetrations
- » 25 miles of ice roads
- » 3 ice bridges
- » 4 ice pads
- » Program will define volumes for FEED decision in 2Q19. Current estimates are:
 - 500 mmbbl gross resource, with upside potential subject to results of Pikka B & C
 - 120,000 bopd production plateau

Pikka B



- » 6 miles from Nuiqsut
- » Began drilling 31Dec
- » Doyon's Arctic Fox rig

Pikka C



- » 13 miles north of Pikka B
- » Nabors 105 drilling rig
- » Scheduled to spud Jan 20



Putting Alaskans to Work

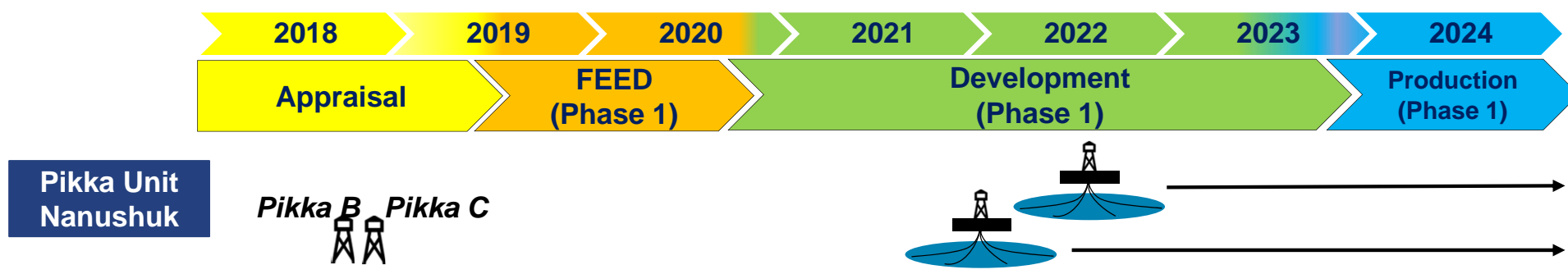
- » 36 Alaska companies are currently contracted for this appraisal season
 - Supporting ice roads, drilling, materials, etc.
- » 62 Alaska companies have been contracted to support drilling and development to date.
 - Number will increase soon as we look toward pre-FEED.
- » ~260 individuals currently working on the North Slope in support of Pikka B and C





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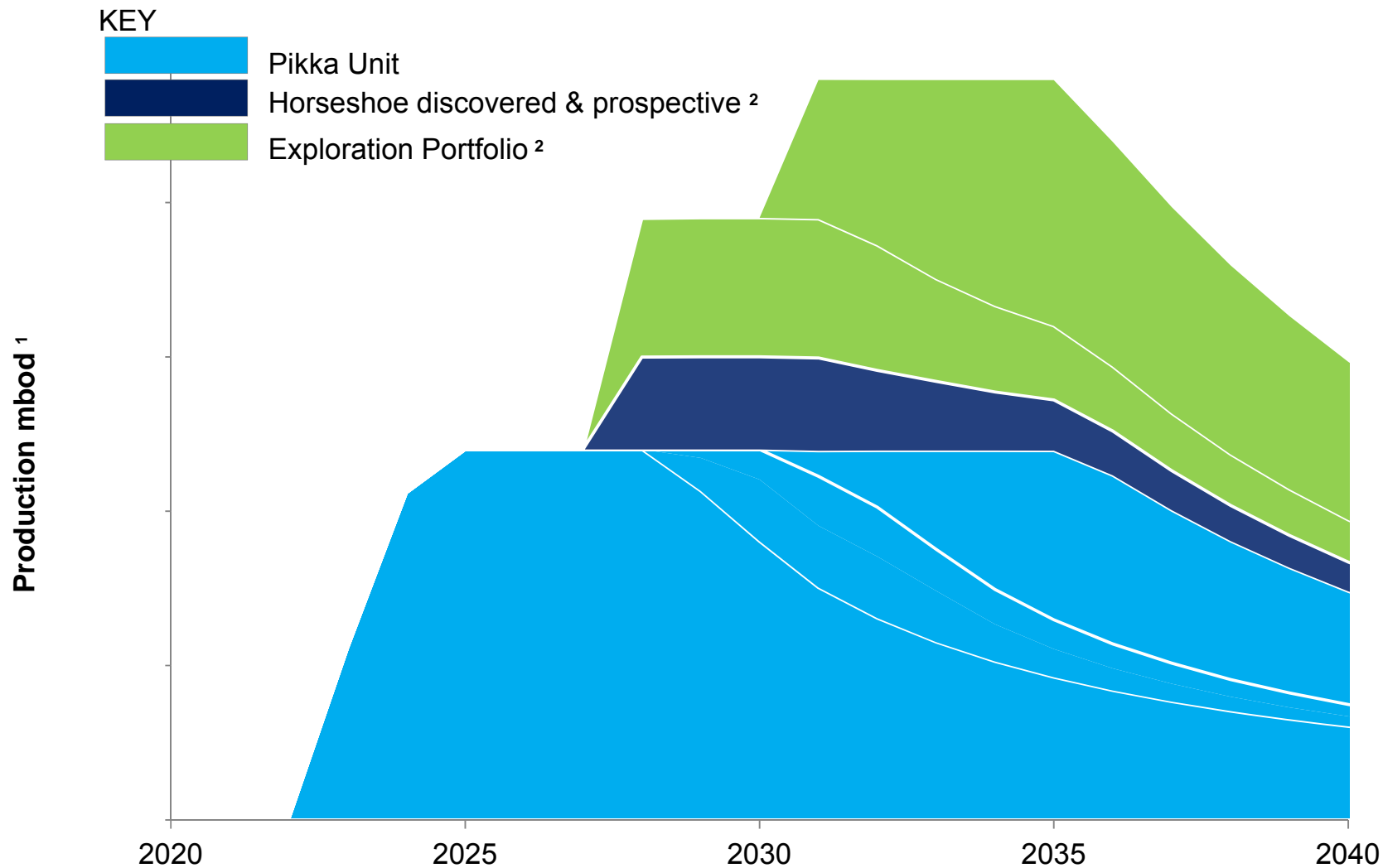
Pikka Development



- » Proposed initial development includes 3 drill sites
- » Environmental Impact Statement (EIS) for Pikka Unit development is final
 - Awaiting USCG 404 permit needed for final project Record of Decision, anticipated 2Q 2019
- » Pre-FEED optimization studies underway
- » Staffing estimates
 - > 200 employees during FEED 2019 – 2020
 - > 1300 workers combined drilling & construction 2020 – 2023
- » Major focus on Alaskan partnerships and contractors
 - Exploring opportunities to collaborate
 - Community investment is a priority for OSA

On the Forefront of the AK Oil Renaissance

WORKING TO BUILD A SUSTAINABLE ALASKA BUSINESS



¹ All resource and production rate estimates are by Oil Search

² Dependent on resources from Horseshoe & Other Exploration

THANK YOU!

- » Contractor selection considerations
 - Safety record
 - Environmental record
 - Reliability (competent people & equipment)
 - North Slope experience and local companies (Kuukpik or affiliates)