

Early works agreements with Lancos

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The PNG LNG Project has signed its first agreements with executives from upstream landowner companies (or Lancos, as they are known) Gobe Freight Services, Kikori Oil Investments and Gobe Field Engineering to participate in Early Works developments.

These Service Outline Agreements document the terms and pricing structure under which each Lanco and the PNG LNG Project agree to do business during the next five years.

The agreements cover the services which each Lanco can perform in their respective geographic location, such as labor hire, equipment hire, catering or freight services.

A total of 11 such agreements are planned, with 10 in the area of the upstream onshore facilities (Kopi/Gobe, Kutubu, Moran and Hides) and one in area of the LNG Plant site near Port Moresby.

On 4 June 2009 the Project announced it had awarded a construction contract for Early Civil Infrastructure for the Upstream portion of the PNG LNG Project to Clough Curtain JV, a joint venture between Clough Niugini Ltd and Curtain Bros Papua New Guinea Limited.

The contract work scope includes the civil engineering, construction and site preparation work required to upgrade existing infrastructure and construct new infrastructure to enable full-scale construction to commence in early 2010.

Further information

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Above. Peter Graham (Managing Director, Esso Highlands Limited), Rod Scott (General Manager, GFS Limited), John Nahare (Managing Director, Gobe Field Engineering), Glenn Darnley-Stuart (Project Manager Early Works, Esso Highlands Limited), Ken Webb (General Manager, Kikori Oil Investments) and Stan Coinus (Land & Community Affairs Manager, Esso Highlands Limited) during the signing of the three Service Outline Agreements.