

08 AUG 2002

PETRONAS-SIGN

PETRONAS SIGNS MOU WITH PERTAMINA FOR NEW GAS SUPPLY

DENPASAR (BALI), Aug 8 (Bernama) -- National oil corporation Petroliam Nasional Berhad (Petronas) today signed a memorandum of understanding to facilitate the conclusion of a Gas Sales Agreement (GSA) from South Sumatra to Malaysia.

The MoU involved Pertamina's production sharing contractors, Gulf Resources, YPF and Santos, which operate certain onshore gas fields in South Sumatra identified to supply gas to Malaysia.

Under the MoU, Petronas would be accorded equity participation in the production sharing contracts for the identified fields.

The GSA, expected to be concluded by the end of this year, would result in the supply of 300 million standard cu. ft of gas per day to Malaysia for 20 years. Delivery of the gas is scheduled to commence in early 2005.

The MoU in Bali was signed by Petronas' president and chief executive officer Tan Sri Mohd Hassan Marican and Pertamina's president director Baihaki Hakim.

The signing was witnessed by Prime Minister Datuk Seri Dr Mahathir Mohamad and Indonesian President Megawati Sukarnoputri, who earlier held bilateral talks. -- BERNAMA

MKO MAD SHY