

EPPM Country Report

Thailand

EPPM Program: Seminar on CCS Awareness & Networking of Petroleum Geoscience Institutes in the CCOP Region: Nov 16, 2009 Bangkok, Thailand

National Energy Policy



Energy Policy

- 1.Enhance Energy Security
- 2.Consumer Protection
- 3.Promote Renewable and Alternative Energy
- 4.Enhance Energy Efficiency
- 5. Promote Energy
 Development with
 Environment
 Protection

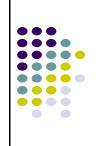
Target

- 1.Increase domestic Oil and condensate production 200,000 bpd to 250,000 bpd within 4 yr
- 2.Maintain gas reserve for 30 yr (R/P ratio)
- 3. Interconnection with Neighboring Countries and Beyond Border
- 1. Reduce GHG from flared gas by promoting flared gas utilization & CDM Project
- 2. Set standard for Emission and discharge volume to the environment

DMF Strategy

- 1.Accelerate petroleum procurement from either domestic and oversea sources
- 2. R&D on Oil shale
- 3.Establish proactive international cooperation
- 4. Promote policy to prevent and minimize environmental impact from E&P activities



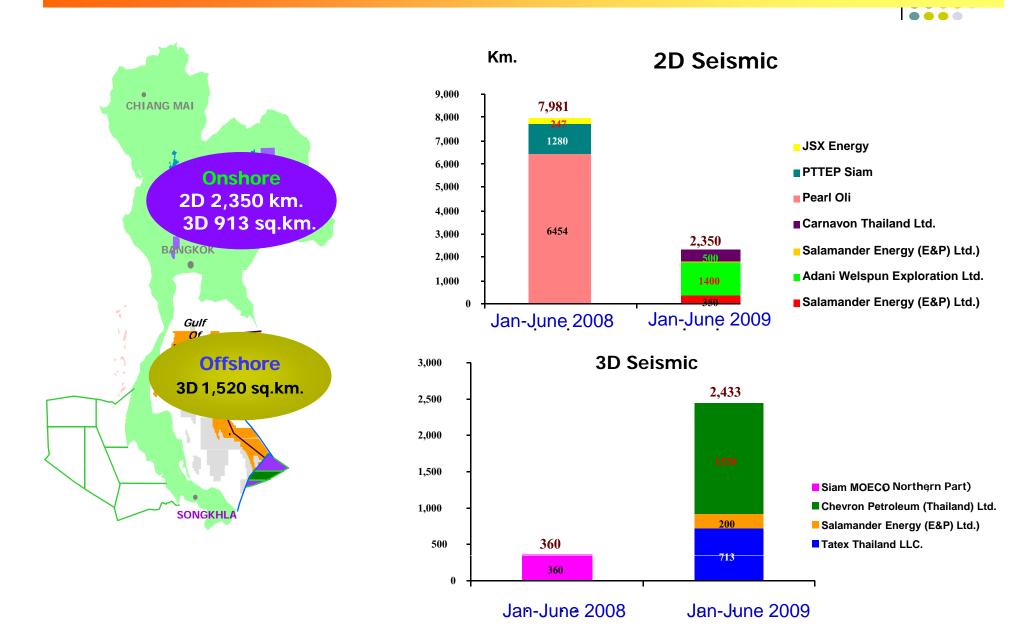


Thailand Half Year

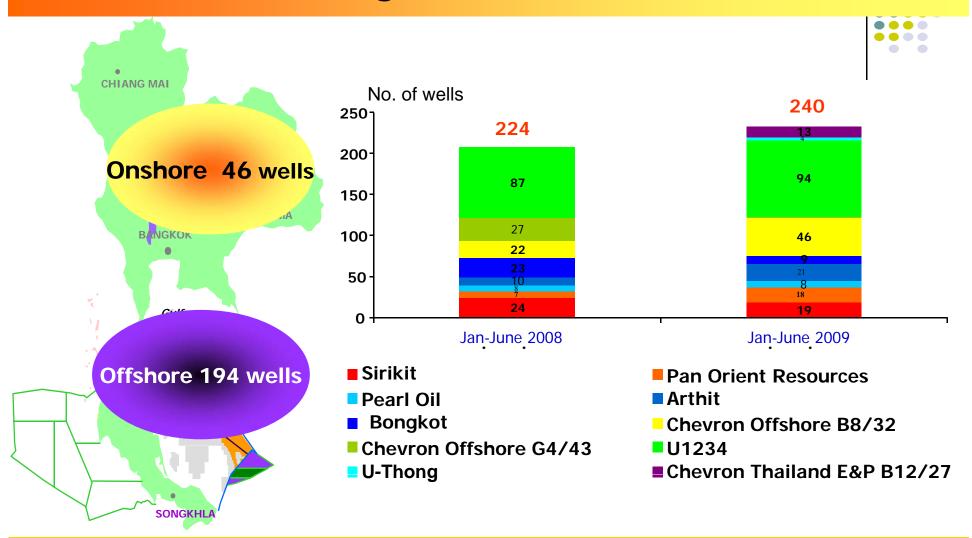
E&P Activities

January – June 2009

Seismic Survey (Jan-June 2009)



Drilling (Jan-June 2009)

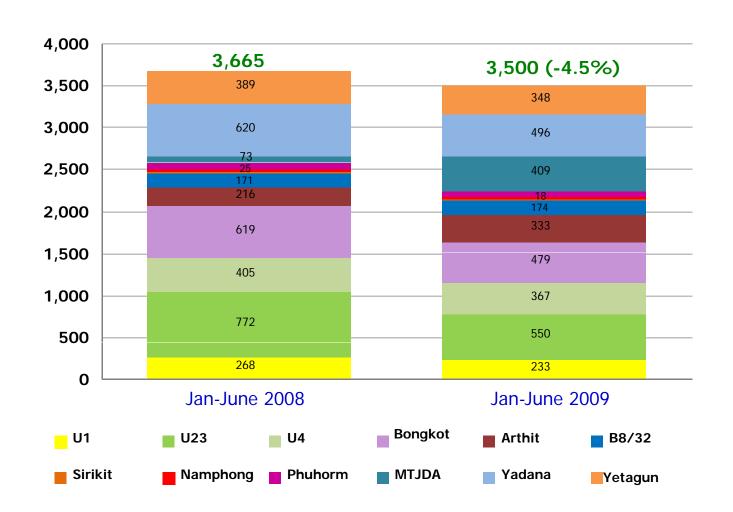


- 86 percent is the wells drilled for production
- 14 percent is the exploration and appraisal wells
 Onshore L21/43, L44/43, L53/43
 Offshore G10/48, G2/48, G11/48, B15A, B16A, B15, B16, G4/43, U1234, B12/27

Natural Gas Supply (Jan-June 2009)

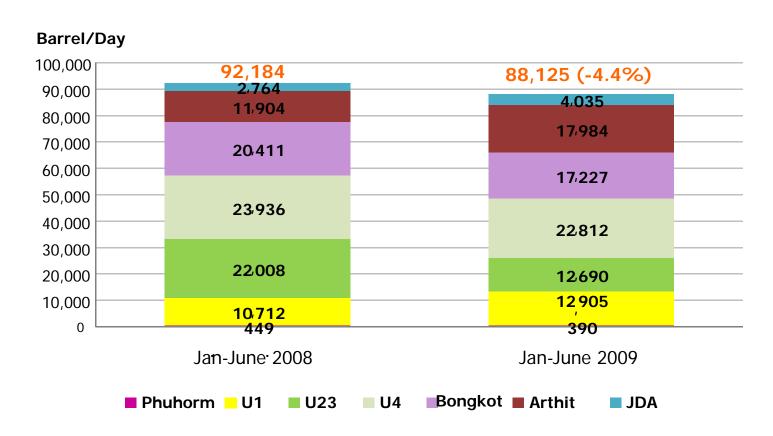
January to June 2009, the average natural gas supply is as followed

- Domestic Production and JDA 2,657 MMSCFD
- Imported from Myanmar 843 MMSCFD



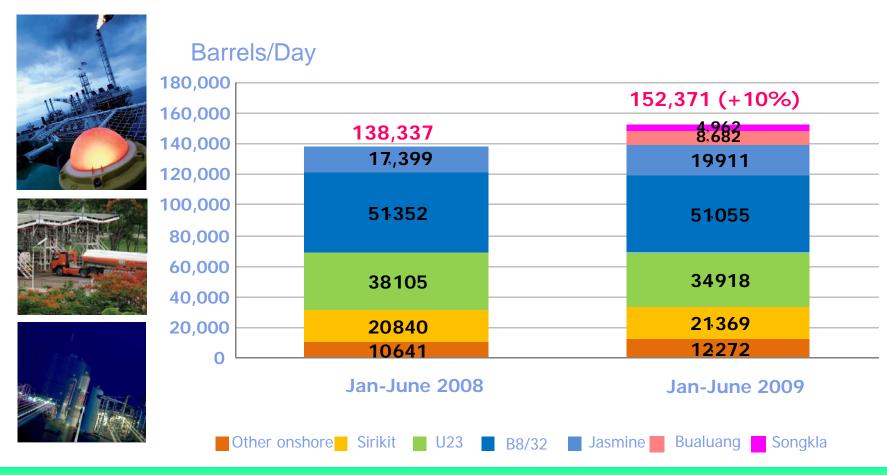
Condensate Production (Jan-June 2009)





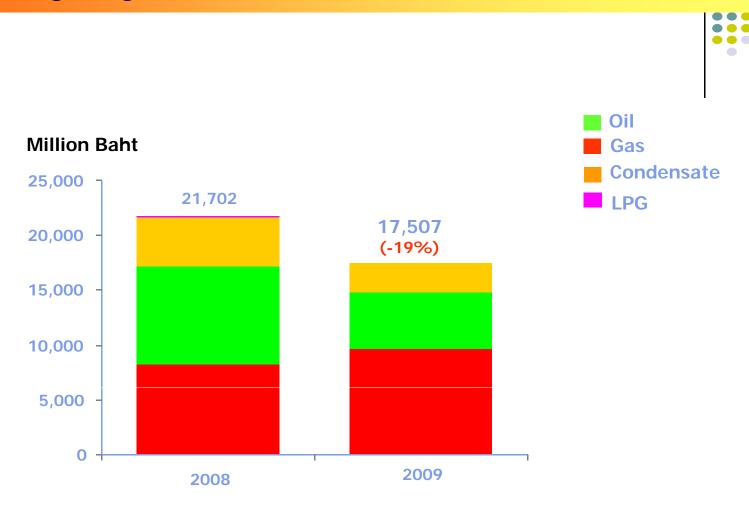
- January June 2009 Average Domestic Condensate Production is 88,125 Barrels
- 55 percent of condensate produced comes from U1234 gas sale contract operated by Chevron Thailand, Co.Ltd

Crude Oil Production (Jan-June 2009)



• During the first six months of 2009, daily average of domestic crude oil production is 152,371 barrels

Royalty from E&P (Jan-June 2009)



Central Government Earned 16,580 million baht

Local Administrative Earned 928 million baht

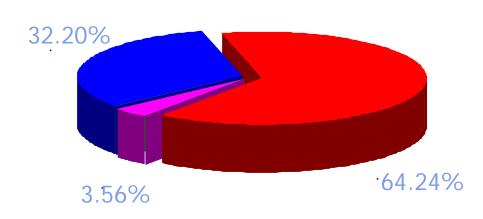
Malaysia-Thailand Joint Development Area

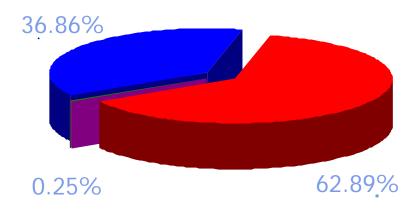
The operation in the first six months (Jan-June) 2009

- Average Natural Gas Supply 856 mmscfd
- Average Condensate Production 8,138 barrels/day



Royalty Profit Petroleum Other Income

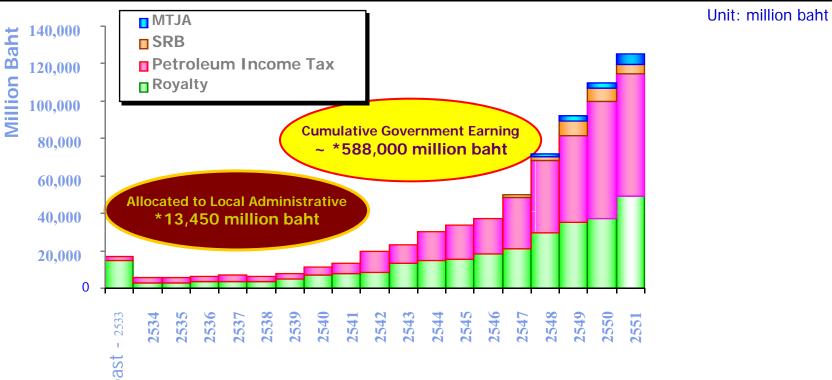




Government Earning during Jan-June 2008 = 2,770 million baht Government Earning during Jan-June 2009 = 4,318 million baht

Government Income from petroleum concessionaires in E&P business

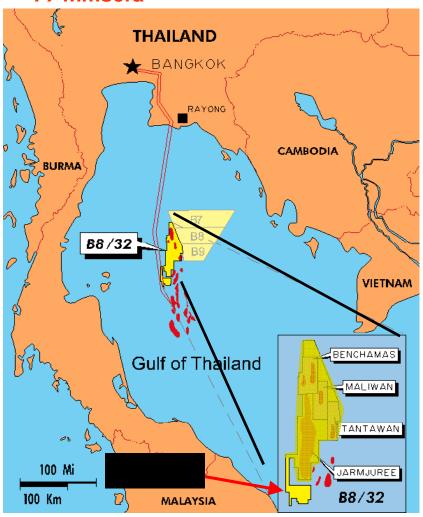
	2003	2004	2005	2006	2007	2008	2009 (Jan-June)
Royalty	18,292	21,306	29,443	35,228	37,354	49,092	19,241
Income from MTJDA	-	-	771	2,742	2,407	5,650	4,317
SRB	-	1,039	2,077	7,810	7,197	4,743	6,862
Petroleum Income Tax	19,183	27,318	38,992	46,104	62,639	65,767	-
Total	37,475	49,663	71,283	91,664	109,597	125,252	30,420



Start production in 2009

Chaba- B8/32 **Chevron Offshore (Thailand) Limited**

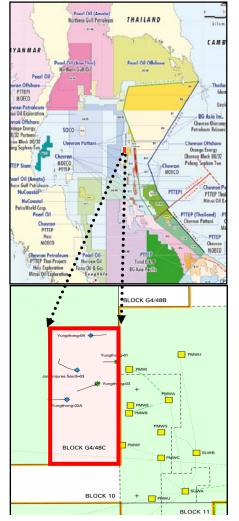
Production Rate 5,000 barrels per day and 19 mmscfd



Yungtong- G4/48 Chevron Pattani

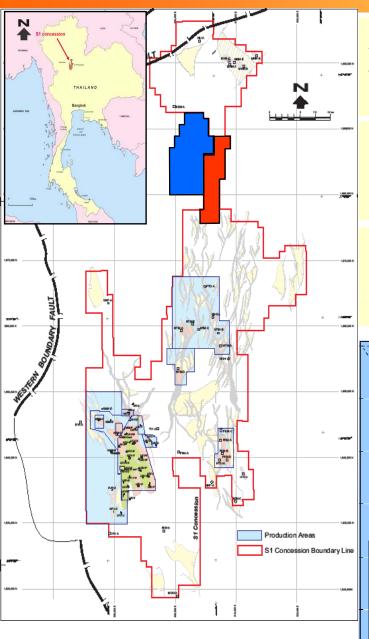
Production Rate 1,200-5,000 barrels per

day and 4-40 mmscfd





Start Production in 2009



Arunothai - L10/43

Siam Moeco Co.Ltd

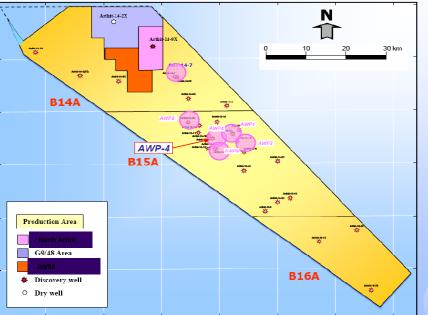
Maximum production rate 2,000 barrels/day

Saothien - S1 PTTEP Siam Co.Ltd

Production rate 300 - 1,300 barrels/day

North Arthit - B14A PTTEP Co.Ltd

Production rate 120 - 150 mmscfd







DMF Strategic Plan for Flared Gas Utilization Projects

- The primary target for flare gas utilization is for energy efficiency and conservation, in addition with reducing environment impact from gas flaring.
- Hence, none of the projects applied for Clean Development Mechanism (CDM)
- DMF will support & encourage concessionaires to develop more flare gas utilization projects and apply for CDM project in order to claim the reduction of GHG emission as carbon credits.

Flared Gas Utilization Projects to apply for CDM

Offshore, Gulf of Thailand

- Install Vapor Recovery Unit (VRU) to recover flared gas back into gas processing
- Install compressor/pump to recover vented gas from Well Unloading Unit at wellhead platform back to the production process

Onshore, Oil Field

Flared gas to small power plant (1 MW)

CDM & CCS



DMF will promote E&P business along with prevent and minimize environmental impact from E&P activities

- 1. Reduce GHG from flared gas by promoting flared gas utilization & CDM Project
- 2. Set standard for Emission and discharge volume to the environment
 - Reduce the discharge volume of produce water from petroleum production
 - Study the feasibility of CCS project in Thailand

EPPM Project

- DMF set up the working group in order to participate and work with the EPPM project (P1, P2, P3)
- Continue to participate in the EPPM workshop
- Set up the knowledge sharing within DMF through KM (Knowledge Management) Program

EPPM Project

- DMF will continue to support the information as much as possible for the P1 & P3 project & will try to get collaboration & support from the concessionaire
- Activity of the P2 is really benefit to DMF since we are currently working & studying both CDM & CCS
- To ask for more support especially funding & technology transfer for the cooperating country for the CCS project through CCOP (EPPM project)
- DMF offer our staffs to help in capacity building & knowledge sharing for the member country in the area of geology, reservoir, production operation, etc.