
SECTION 13

REGULATORY AFFAIRS COMMITTEE

2015 ACTIVITIES REPORT

AND

2016 WORK PROGRAM

CHAIRMAN

Debbie Maja Chastity

(ConocoPhillips Indonesia Inc, Ltd.)



REGULATORY AFFAIRS COMMITTEE

2015 Activities and 2016 Objectives

COMMITTEE MEMBERS:

POSITION	NO	NAME	COMPANY
Chairman	1	Debbie Maja Chastity	ConocoPhillips
Deputy Chairman	2	Hardi Hanafiah	BP Indonesia
Members	3	Trinzy S. Ginting	ConocoPhillips
	4	Heike Butar Butar	Chevron
	5	Peter Dumanauw	Chevron
	6	Natasha Nababan	ExxonMobil
	7	Anton Latief	Total E&P Indonesie
	8	Prana Raditya	INPEX
	9	Imansyah Syamsoeddin	Medco E&P
	10	Noki L. Saefullah	Santos
	11	Ali Nasir	Premier
	12	Indri Khrisnavari	Total E&P Indonesie
	13	Fransiscus Rodyanto	SSEK
	14	Andi Ismail Mackulau	Medco E&P
	15	Darren Murphy	Jones Day
	16	Daniel Kohar	PWC
	17	Dewi Mayang Sari	Salamander
	18	Ray Amalia	Santos
	19	Marlina Tambunan	Talisman
	20	Ridha Saad	Saka Energi
	21	Nurul Setyorini	Vico Indonesia
	22	Vini Siregar	BP Indonesia

PRIMARY EFFORTS IN 2015

Draft Oil and Gas Law

The IPA has formed a Task Force, which is under the supervision of RAC, to primarily advise the IPA Board on the potential changes to the existing Oil and Gas Law that are currently being considered by the Government as well as to become the primary interface between the IPA and the Government on all discussions relating to the draft oil and gas law. Other than members of the RAC, the Task Force also consists of members from F&T and Commercial Committees.

The Government has prepared its own version of the new oil and gas law and sent it to the IPA for feedback. The Task Force had conducted a thorough review of the draft and had multiple discussions with the Government on IPA's concerns and feedback. There remain a number of issues that need to be further discussed and resolved and as such, the engagement with the Government will continue through 2016.

Draft Regulation on Contract Extension

The regulation on Contract Extension was issued by the Government early this year. Even though the Government did not incorporate all IPA's comments into the final version but there are a number of comments that were incorporated. All in all, the regulation does provide certain clarities on the extension process which were welcomed by the industry.

PBI 17 on the Use of IDR currency

RAC continues to lend support to the F&T and SIC Committees in their effort to mitigate any impact from the issuance of PBI 17. The collaboration between the committees provided positive outcome for the industry in which BI issued certain clarification on the implementation of PBI 17 which still provide opportunities for certain transactions to be exempted. Subsequently, a task force has been formed which consist of a number of PSC companies and SKK Migas to conduct a review of all transactions within the oil and gas industry which will be further classified into 3 categories under PBI 17. The work of the task force is still ongoing and will continue through 2016.

Draft Regulation on Gas Management

RAC continues to lend support to LNG & Gas Committee in its work relating to the proposed draft regulation on Gas Management.

Revised PTK 007 and Cabotage

RAC continues to lend support to SIC Committee in its discussion with SKK Migas relating to the audit rights and statement letter under PTK 007 as well as SIC's works relating to cabotage.

2016 OBJECTIVES

The IPA RAC's objectives for 2016 are predominantly consistent with its activities in 2015. RAC will continue to perform an active advocacy role in educating key stakeholders with respect to IPA's key regulatory issues. The revision of the Oil and Gas Law and the draft regulation on Gas Management will likely to be a focus in 2016. RAC will continue to support the IPA Board and other IPA committees in responding to prospective and new laws and regulations including proposed amendments to existing laws and regulations.