



Francelino Boavida (South horizon Deputy Managing Director) and Dave Fillman (ConocoPhillips / BUIW Project

TIMOR GAP, E.P.

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To be a regional leader in oil & gas for sustainable national development

Edition of January 2018

SOUTH HORIZON OFFSHORE SERVICES LDA SIGNED A MASTER SERVICE AGREEMENT & A CALL-OFF ORDER WITH CONOCO PHILLIPS AUSTRALIA

On the 30th January 2018 South Horizon Offshore Services Lda., a Timorese Joint Venture company between TIMOR GAP Marine and Siglar Offshore Services Timor, signed a Master Service Agreement (MSA) and A Call-Off Order with Conoco Phillips Australia for the provision of Topside Fabrication Services for the Bayu Undan Infill Wells(BUIW) Project.

the awarded scope of work consists of Scope Element A-Grating, Structural/Pipe Supports and Brackets; Scope Element B-Carbon Steel and Duplex Stainless-Steel Pipe Fabrication; Including Optional Scope Element C-Duplex Stainless-Steel Pipe Completion. The total Call Off Order weight is over 7ea in which to be fabricated at Aibel – Deeline yard in Thailand with schedule delivery at Ex-Work on March 28,2018.

In addition, during the execution of this fabrication work SOH will send 2(two) Timorese worker consists of 1(one) junior welder and 1(one) junior fitter from Centro Formasaun de Professional Tibar to undertake a welding/fitter training for offshore welding work including On the Job Training during project execution at Aibel-Deeline fabrication yard.

Both SOH representatives – Conoco Phillips BUIW project management strongly believed that this contract award is a significant milestone to Timor-Leste based company to directly provide goods and services for Bayu Undan project especially BUIW project and the remaining contracting services to increase Timor-Leste based company participation and capacity building program of Timorese Trades.



South Horizon Deputy Managing Director, Mr. Francelino Boavida signing the agreement



BUIW Project Manager, Mr. Dave Fillman signing the agreement



TIMOR GAP PRESENTS ITS UPDATES, PROGRESS & PLANS TO H.E. MINISTER OF PETROLEUM



H.E. Minister of Petroleum, Dr. Hernani Coelho with the President & CEO of TIMOR GAP, Mr. Francisco Monteiro, Vice President Mr. Antonio de Sousa and all Directors during the company's "Updates, Progress & Plans"



MINISTÉRIO DO
PETRÓLEO

TIMOR GAP

On January 12th, 2018, TIMOR GAP presents its progress, plans and goals to H.E. Minister of Petroleum, Dr. Hernani Coelho, at Palacio do Governo.

The meeting was attended by the President & CEO of the National Oil Company, Mr. Francisco Monteiro, Vice President Antonio de Sousa and all Directors of the company's business units, with focus on updating the Minister of Petroleum about the National Oil & Gas Company activities, ongoing projects progress, short-term & medium goals and TIMOR GAP's subsidiaries progress and plans.

The meeting's attendees appreciated the mutual corporation and the efforts made to ensure that the Program of the VII Constitutional Government and the TIMOR GAP's Strategic & Business Plan 2016-2035 are kept aligned.

TIMOR GAP APPLY INNOVATIONS SUPPORTING ITS TEAM



Ms. Fidelia de Sousa, Geoscientist (on the left) and Ms. Noemia Pereira, Environmental Engineer (on the right)



The two TIMOR GAP staff have been contemplated with a special ceremony where most of the company colleagues participated.



Who says education needs to end when you graduate? Sending workers back to school is a plus for employees and employers. TIMOR GAP encourages its workers to acquire further knowledge on the company's business areas and operations by incentivize them to invest in their careers. The company recognizes the benefits of staff development for individuals and the institution as a whole and offers opportunities for employees to undertake personal and professional development that enables them to improve future contribution to the company.

In this context, two of the company employees, Miss Fidelia de Sousa and Miss Noemia Pereira will do their Masters of Petroleum Geoscientist at University of Western Australia (Perth) and of Environment at Macquarie University in Sydney (Australia) respectively.



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QHSE MANAGEMENT SYSTEM PERIODICAL AND TRANSITIONING AUDIT

During the week of 5 – 9 February, TIMOR GAP, E.P.’s Integrated Management System was audited by DNV GL. The objective of the audit was to undertake periodic review of the Health and Safety Management System against OHSAS 18001:2007, as well as to undertake transitioning review of the Quality Management System against ISO 9001:2015 and Environmental Management System against ISO 14001:2015. For OHSAS 18001:2007 the aim was to ensure that the system has been well maintained and improved, while for ISO 9001:2015 and ISO 14001:2015, the aim was to ensure that the new standards requirement, version 2015, has been implemented and that all the mandatory requirements are complied. Transitioning audit was undertaken as it is mandatorily required for all ISO certified companies to upgrade their Management Systems before 15th of September. For Health and Safety Management System, similar upgrading review will need to be done once the current standard OHSAS 18001:2007 has been approved to become ISO 45001, following the same transitioning audit process. By the end of 2018, recertification audit will need to be done because the 3 years certification period will come to an end.

All units in TIMOR GAP, E.P. participated actively and enthusiastically. Generally, the system has been in compliance with new standards requirements and is well maintained. Leadership commitment was still highly regarded in the review. From this audit, there will be a report provided by the certification body listing all the findings, if there is any, which needs to be responded by TIMOR GAP, E.P. to complete the audit process. Nevertheless, during the closing meeting held on the 9th of February, the auditor briefly informed the participants that overall, with the finding that TIMOR GAP, E.P. has, the auditor is able to recommend to the certification body that TIMOR GAP, E.P. will be rewarded the ISO 2015 version, the new upgraded certification.

With the continues maintenance of the Integrated Management System, it is evident that TIMOR GAP, E.P. continuously looking after its system, to importantly ensure that effectiveness of its work process is enhanced with the adoption of the Integrated Management System. This management system is also used and will be used to manage the South Coast Project (Tasi Mane Project), as is written in the scope of the ISO Certification which is Project Management in Petroleum Sector Related to the LNG, Refinery and Supply Base & Petroleum Services

Edition of February 2018



DISSEMINATION OF INFORMATION ABOUT THE PETROLEUM FUND PROMOTED BY CCFP



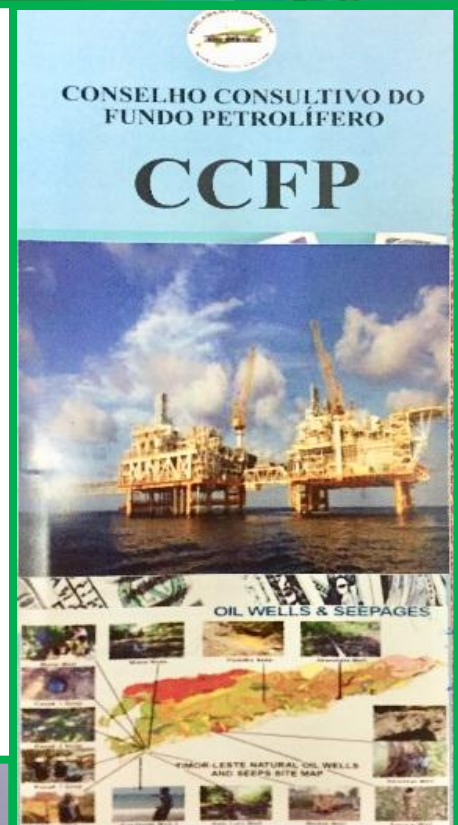
TIMOR GAP, represented by B&D's Director, Mr. Luis Martins during the Dissemination.

February 28th - La Clo, a small village in Manatuto District (Timor-Leste) was one of the places chosen by the Petroleum Fund Consultative Council (Conselho Consultivo do Fundo do Petróleo, CCFP) for dissemination of information about the Petroleum Fund.

The Petroleum Fund governance model is based on a high degree of transparency and disclosure of information aiming to attain public support for a wise management of petroleum revenues and to reduce the risks of a bad governance. In line with this, CCFP conducts several workshops/briefings across Timor-Leste informing and updating the population regarding the activities associated with the national oil & gas sector. Mr. Luís Martins, Director for Business Infrastructure Development Unit of TIMOR GAP, was one of the keynote speakers of the event, focusing during his intervention on the Tasi Mane Project and its importance for the development of the country. Representatives from Ministry of Finance, EITI-TL, Civil Society and Banco Central were also in attendance.

The Petroleum Fund of Timor-Leste was established under the provisions of the Petroleum Fund Law, which was promulgated on 3 August 2005. The Petroleum Fund Law provides mechanisms that assist Timor-Leste to sustainably manage its Petroleum revenue, details the parameters for operating and managing the Petroleum Fund, defines the asset allocation and risk limits, governs the collection and management of receipts associated with petroleum wealth, regulates transfers of the State Budget and provides for government accountability and oversight of these activities.

Total of Balance of the Petroleum Fund of Timor-Leste in the end of 2017 was \$16.799.313. USD.





TIMOR GAP's President & CEO, Mr. Francisco Monteiro, during the Dissemination of Information at CCD



CCD (Dili Convention Center) – with the presence of the Vice Minister of Tourism, H.E. Mr. Rui Menezes da Costa, Ministry of Tourism staff, students of Tourism and Management from UNTL UNITAL and DIT.

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Edition of March 2018

DISSEMINATION OF INFORMATION ABOUT PETROLEUM FUND PROMOTED BY CCFP

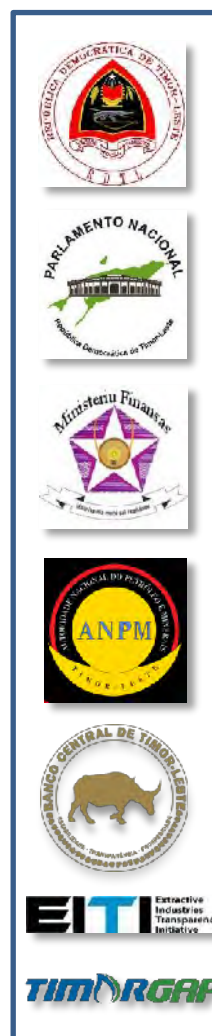
March 26th – The Petroleum Fund Consultative Council (CCFP) promoted the dissemination of information in regards to Timor-Leste's sovereign wealth fund, Petroleum Fund, which is the cornerstone of the Government's economic policy, in an event held at Dili Convention Centre and organized for the university students of Universidade Nacional de Timor Lorosa'e (UNTL), Universidade Oriental de Timor Lorosa'e (UNITAL) and Dili Institute Technology (DIT), including also the participation of staff of Ministry of Tourism.

The Petroleum Fund is public interest issue concerning the country's wealth good governance management, thus, this initiative by CCFP is extremely important in order to the Timorese people to fully understand the mechanisms underlying the Petroleum Fund. CCFP makes sure that whenever funds are withdrawn from the Petroleum Fund that is through the mechanism established by the Petroleum Fund Law in order to demonstrate utmost transparency and accountability.

TIMOR GAP, E.P. upon the invitation from the Petroleum Consultative Council and joined by the Autoridade do Petróleo e Minerais (ANPM), Extractive Industry Transparency Initiative (TL-EITI), Banco Central de Timor-Leste (BCTL) and Ministry of Finance (MoF), carried out another socialization about of Petroleum Fund. H.E. Vice Minister of Tourism, Mr. Rui Menezes da Costa, was also in attendance.

TIMOR GAP, represented by its President and CEO, Mr. Francisco Monteiro, covered the following topic during his intervention:

- Maritime Boundary
- Tasi Mane mega project and the importance of Suai Supply Base
- Timor-Leste petroleum value potential sector & its industrialization
- Production capacity of Greater Sunrise and Bayu Undan





Landing in Suai Airport - View from the cockpit

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THE OTHER SIDE OF TIMOR-LESTE

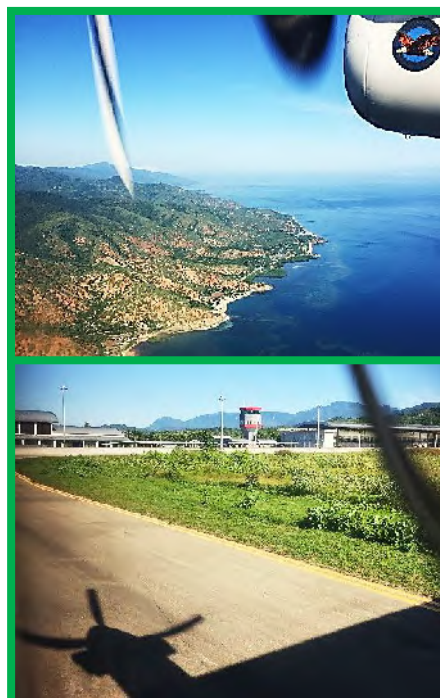
Timor-Leste continues to thrive and flourish with modern infrastructures being built in the country and Suai Airport is a great example of an infrastructure built in line with international best standards and a significant milestone for the country's economic development.

Inaugurated last year, the airport provides regular and charter flights operated by ZEEMS and MAF from Monday to Saturday, except on Wednesday and Sunday. Passenger can now enjoy a comfortable journey from the capital, Dili, to Suai, Covalima District, with a flight duration of just 25 minutes. The airport will benefit the companies working on oil and gas platforms, the Tasi Mane project, and the communities living in the south coast handling the increasing traffic and meet the growing demands of the passengers resulting from the Tasi Mane Project.

It is anticipated that TIMOR GAP will supply jet A1 fuel to the flights based in the Suai airport, becoming its sole jet fuel supplier. The avtur fuel supply facilities and fuel storage tanks project is ongoing and is assumed to be concluded within this quarter.

The new International Airport is the new gate between Timor-Leste and the world and an important infrastructure for the country, seeking domestic and foreigner investors to participate in TASI MANE Project.

TASI MANE - A FUTURE TO PERFORM



TASI MANE PROJECT - Highway Phase One Construction Progress

The Phase One of the highway project, covering the section 1 Suai – Fatucaí/Mola (30.4km), reached a physical progress of 88% by the end of April 2018. The Highway is a complementary infrastructure of the Tasi Mane Project, expected to connect the three industrial clusters - Suai Supply Base, Betano Refinery and Beço LNG Plant - in the south coast of the country, with a total length of 155.7km.

The construction commenced in 2016 under the responsibility of the contractor China Overseas Engineering Group C.Ltd. in joint venture with China Railway First Group C., Ltd., and it is foreseen to be completed on October 2018. The highway aims to support the economic growth of the future national petroleum industry, and with that multiple jobs were created as the project employs a construction workforce of approximately 1,243 workers, of which 1,027 are local workers engaged under the local content requirements.

The land title identification and acquisition process for Phase Two of the highway project (section 2: Fatucaí/Mola – Betano 34.3km) is assumed to commence this year.



MINISTER OF PETROLEUM DELIVERS 3RD PHASE OF SOLS ENGLISH COURSE GRADUATION CEREMONY IN BEAÇO



Welcoming and Cultural dance from Beaçó Community



H.E Minister of Petroleum Handed over certificate



H.E. Minister of Petroleum delivered a speech after the certificates hand-over

As part of Ministry of Petroleum and TIMORGAP program to support English training program for Beaçó community, on 11 April 2018 SOLS 24/7 and Beaçó community organized 3rd graduation ceremony for the completion of a six months English course in Beaçó (Suku Maluru).

The Graduation ceremony was attended by the Ministry of Petroleum H.E Hernâni Coelho, Viqueque Municipality Administrator Mr. Gregorio Henrique, Ministry of Petroleum, TIMOR GAP, local Government representatives and also Local community leaders and SOLS Students.

The Total number of students graduated during the period is 249 students with different level includes primary English, Level 1 and Level 2. English training program in Beaçó conducted in four different Centres includes Maluru and Makaloso Centre, Kailoibere Centre, Loho-Oan Centre and Makaliku Centre.

In his speech, Minister of Petroleum H.E Hernani Coelho commends the success of this training course and appreciated communities and local leaders for their support. He also encouraged students to use the opportunities to learn in order to contribute in the future Timor-Leste development especially LNG Plant project.



Tasi Mane Project

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SEMINAR ON “BENEFITS OF TASI MANE PROJECT “

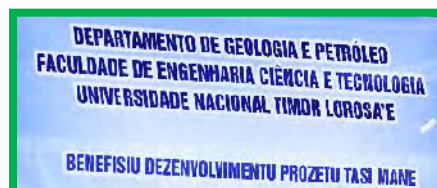
Edition of May 2018

On May 7th, the President & CEO of TIMOR GAP, Mr. Francisco Monteiro, was invited to participate as a keynote speaker in the seminar organized by the Department of Geology and Petroleum, Universidade Nacional de Timor Lorosa'e, under the theme “Benefits of Tasi Mane Project Development”. The President of Autoridade Nacional de Petróleo e Minerais, Mr. Gualdino da Silva, was also in attendance.

The seminar mainly targeted college students with the aim to entrench the attendees' knowledge on the Tasi Mane project and underline its benefits. The Tasi Mane Project intends to establish a national petroleum industry and associated supporting infrastructures, skills development and service capability, becoming a major contributor to the economy of Timor-Leste. TIMOR GAP has been mandate to, on behalf of the Timor-Leste Government, implement the Tasi Mane projects, namely, Suai Supply Base, Betano Refinery & Petrochemical Complex and Beaco LNG Plant

The Tasi Mane Project is a major strategic initiative of the Government of Timor-Leste spanning a wide range of economic impacts at national, regional at local levels by providing direct economic benefits from Timor-Leste's natural resources. The project will increase national gross domestic product (GDP) and export earnings, while creating employment opportunities during construction and operation, as well as providing a catalyst for further development in the south coast region. It is projected that up to 10000 direct jobs will be created form Tasi Mane projects, and more than 50000 indirect jobs can be generated with the transformation of petroleum sector development from extractive to industrialization. In addition, the Tasi Mane Project will generate indirect benefits, influencing broader economic performance as a result of flow-on to other industry sectors.

Environmental Impact Studies were being conducted for the Refinery and Petrochemical Complex cluster and LNG Plant cluster. With the Court of Appeal's prior approval for the Supply Base Design-Build Contract granted in 2017, we now find ourselves in a favourable position to initiate its construction. Additional support infrastructures are foreseen to be constructed for each cluster, with emphasis on a highway (Section 1 reached a construction progress of 80% on April) and on the Suai airport, a significant milestone and achievement for the country's basic infrastructures inaugurated in 2017, vital to the south coast economic development and prosperity.



UNTL – Polo Universitário de Hera – Departamento de Geologia e Petróleo / Faculdade de Engenharia e Ciência e Tecnologia



T-BOSIET, EBS & BT TRAINING

In light of the offshore exploration of oil and gas significant growth, oil and gas companies are now expanding their exploration & production activities in offshore to meet the increasing demand of energy resources worldwide. TIMOR GAP as Timor-Leste's national oil company is no exception. As a result, to prepare its employees, particularly the team of Exploration and Production Unit, TIMOR GAP sent 6 staffs to participate in the training in Cilegon, Jakarta, about emergency response in offshore installation by Samson Tiara as training provider.

The objective of this training was to familiarize participants with the emergency responses while working offshore. These include offshore induction, safety induction, abandonment and survival, first aid and hypothermia, helicopter safety and helicopter underwater emergency training (HUET), offshore induction and firefighting and breathing protection. The training was held from 14th to 16th May with the following training schedule:

First day – the training touched on topics such as abandonment and survival which introduced participants to personal lifesaving appliances on offshore installation as well as practical session on how to use these appliances such as personal survival techniques with survival suits and/or life jacket. In addition to that, there were also practical session on embarking on lifeboat which include the launching systems and all the procedures involved when embarking on a lifeboat.

Second day - it covered Tropical Basic Offshore Induction and Emergency Training (T-BOSIET), Helicopter Safety and Helicopter Underwater Emergency Training. This involves the induction of the use of helicopters in the offshore industry as well as all the safety procedures related to emergency response situation. There was also practical session on helicopter underwater escape, escape from submerged helicopter with and without deploying Emergency Breathing System (EBS) (as shown in the pictures).

Third day - the training focused on Fire Fighting & Breathing Protection. The theoretical session introduced participants to chemistry of fire, fuels classification, fire classification, extinguishing agents and firefighting equipment which commonly find in offshore installation. The practical session demonstrates and practiced by participants on how to use a portable extinguisher and breathing protection including how to deploy smoke hood when escape from smoke area.

As TIMOR GAP's portfolio grows strongly, our human resources are the development of programs progressing through and trainings in several areas of the petroleum and gas sector, placing our company as a partner of choice.



TIMOR GAP PAVES THE WAY FOR THE ESTABLISHMENT OF A GEOSPATIAL DATA CENTRE



TIMOR GAP's Delegation

From 11st to 17th April, a TIMOR GAP delegation consisting of GIS Database Manager and IT Manager visited ESRI (Environmental System Research Institute) and PERTAMINA office, in Indonesia, and MAST (Marine Science & Technology), in Malaysia. The main objectives were to conduct a professional consultation with software provider ESRI and with the institute MAST for the future establishment of TIMOR GAP's Geospatial Data Centre.

This was successful and prolific visit with TIMOR GAP delegation learning various aspects particularly in regards to the Geospatial Database management, which is expected to contribute to the development of the sector. A centralized data centre for Geospatial Data is a requirement that TIMOR GAP looks forward to establish and re-organize all the data that is now locally retained under each business unit at TIMOR GAP.

The ultimate purpose of this trip was to present some key aspects and solutions for TIMOR GAP's business needs as well as the national necessities for the country as the whole. Apart from the visit, TIMOR GAP's delegation also learnt how this geospatial data centre will help the country to develop with less risk that the Government might experience. The positive impact to the country development as such the government institutions which dealt with the geospatial data such as topography, hydrographic, oceanography, meteorology, etc.

As a result, from the visit, TIMOR GAP may consider the following key strategies to start with the Geospatial Data Centre establishment:

- To promote Digital Literacy on Geospatial Data Centre;
- To create a national policy for spatial Data, example One Map Policy to all institution in Timor-Leste; and
- To develop business opportunities, both National and International.

During the trip, our delegation was also honoured with a special visit to Malaysian National Hydrographic Centre (MNHC), managed under Malaysian Navy and also with the participation of Timor-Leste F-FDTL Navy Commander. With this visit we had the opportunity to know first-hand how Malaysian Hydrographic Data Centre manages all marine geospatial data including all surveys from surface to the sub surface. The data was then distributed to the National Oil and Gas Company for related business activities if needed.



TIMOR GAP E.P. delegation together with Timor-Leste Navy delegation visited MNHC

FIRE DRILL

Managing Quality, Health & Safety and Environment performance is an integral part of how TIMOR GAP, E.P. business is conducted in order to generate a result which not only with good quality but also it is harmless to its people and environment. In addition to that, the ISO standards (ISO 14001; ISO 9001 and OHSAS 18001) as adopted by company through the implementation of procedures or the IMS procedures, particularly the Emergency Management Procedure, requires the company to undertake drill of emergency at their workplace, facility or project site.

In this 2018, TIMOR GAP still considers a fire at office or building as an emergency to be exercised or at least to be taken as priority. The drill is applicable only to main office level 3 which excluded TIMOR GAP office at CBD2.

A Fire drill at office is an important part of an emergency management and fire safety procedures for many reasons. Not only to ensure that all staff, customers and visitors understand what they need to do if there is a fire, but also it helps to test how effective TIMOR GAP fire evacuation plan is and to improve certain aspects of fire provisions.

On May' 29th, fire alarm sounded at 15:15 pm, and 15:16 pm, TIMOR GAP security verbally announced that there was a fire at ground floor and employees have to evacuate the building.

All employees were asked to assemble at temporarily assembly area, fire wardens went through each room to assure that no one left behind during the evacuation. At 15:17.21 pm, fire commander decided to evacuate the building through emergency exit door #2.

At 15:21.49 pm. All TIMOR GAP employees reached the emergency assembly area; in front of CINEMAPLEX and head count is starting to confirm the presence as well as missing person during the emergency situation. Total 52 employees attended the drill with no one left behind during the evacuation and in addition, 20 employees were having activities with other institutions and were not in location when the drill was conducted.

Real time for evacuation process is 6 minutes 49 second. This record is 1 minute 34 seconds longer than 2017 drill where 5 minutes 15 seconds in total for evacuation process. Team noticed that, the lateness was due to the evacuation route chosen. Although the drill was safely exercised, there are some recommendations needed to consider for future improvements.





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SOUTH HORIZON & AIBEL SIGN A MASTER SERVICE AGREEMENT

Edition of June 2018

On 5th February, a Master Service Agreement between South Horizon (SHO) and Aibel was signed by Deputy Managing Director of SHO, Mr. Francelino Boavida, and Managing Director of Aibel Thailand, Mr. Nick Routledge, in Laem Chabang, Thailand, encompassing the construction of a Topside Structure for ConocoPhillips to the Bayu-Undan Infill Well (BUIW) project.

The above Master Service Agreement follows the ConocoPhillips re-Invitation To Tender (ITT) for the provision of a topside fabrication whose contract was awarded to South Horizon, a Joint venture company established between TIMOR GAP Marine and Siglar Offshore Services. The Master Service Agreement between ConocoPhillips and South Horizon was subsequently signed on January 2018.

The topside fabrication started in February and was concluded by the end of March. As part of this project and in compliance with the local content requirements set out in the Master Service Agreement celebrated between South Horizon and Aibel, two young Timorese, a female welder and a male fitter, were selected from Tibar Training Center to be trained by Aibel, in Thailand.

The training was structured into four days of theoretical training on understanding Welding Procedures (WPS) and understanding of Bill of Material such as fitting and valve. Upon the completion of the theoretical training, the trainees also spent ten days at Deeline's fabrication yard with the purpose to gain real experience on welding and fitting. During these period, they were exposed to fabrication of the said topside structure and other projects at Deeline Construction Co Lda., also located in Thailand.

TIMOR GAP pursues and works hard in the achievement of a greater local participation, by respecting and valuing the local content participation in its projects. Maximization of local content requires early focus on training of nationals to ensure the required skills are available and thus, a local content plan is a key requirement under our agreements and negotiations with partners. Our partnerships with Aibel is a good example of how TIMOR GAP promotes capacity building programs for Timorese human resources.

WE VALUE AND ADD VALUE TO OUR RESOURCES



Ms. Francisca Belo, Welder (picture above), and Mr. Afonso Barreto, Fitter (picture below), receiving their certificates.

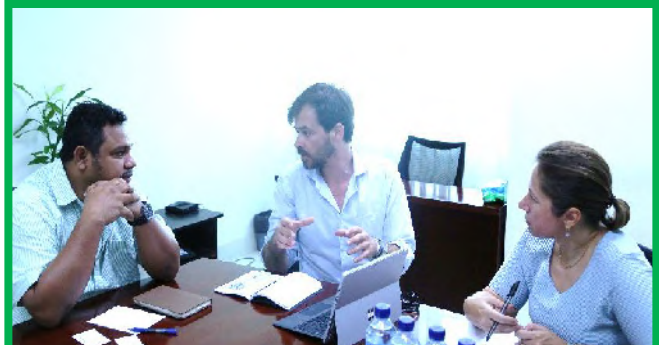


BUSINESS OPPORTUNITIES



The construction of the Tasi Mane Project is synonymous of manifold business opportunities for services & goods providers and thus, TIMOR GAP has been approached by the best in the industry looking for the opportunity to partake on this mega project on the south coast of Timor-Leste.

Established in 2016, the Portuguese Agency for Trade & Investment, AICEP, channels the expertise and know-how of Portuguese companies to several fields of business, according to the national supply & demand necessities. A wide range of companies have been introduced to TIMOR GAP by AICEP, offering multiple services such as training, engineering, investment raising, fabrication, among others. In this line, on 12th June, a representative from ALLBY, a Portuguese company rendering services in areas such consulting and architecture, met with Infrastructure & Business Development Unit's Director, Mr. Luis Martins.



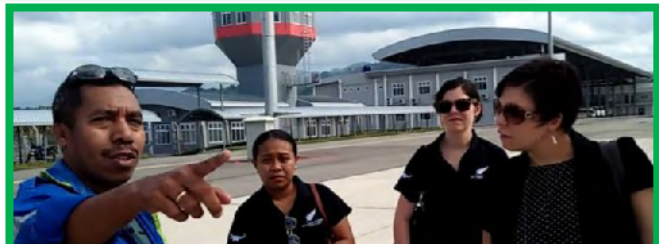
TIMOR GAP's Director Mr. Luis Martins during the meeting with ALLBY's Head of International Trade, Mr. Ricardo Antunes and AICEP's Representative in Timor-Leste, Mrs Isabel Maia e Silva.

TASI MANE – SOUTHERN COAST PROJECTS



New Zealand Embassy in Dili, represented by the Deputy Head of Mission/Aid Manager, Mrs. Gabrielle Isaak, and her team visited the projects in Suai, Covalima Municipality. The New Zealand Embassy representatives were accompanied and guided by TIMOR GAP team during this two days field trip, which encompassed the recently refurbished Suai Airport and new resettlement of Lohorai, TIMOR GAP's Fuel Station and Highway (Section 1: Suai – Zumalai).

The purpose of the visit was to garner a first-hand knowledge of the progress of the new infrastructures envisaged in the Tasi Mane Project as well as the projects carried by TIMOR GAP and hence lure potential investors. The Tasi Mane Project aims at establishing a national petroleum industry and associated supporting infrastructures, bridging the gap between the development of the northern and south coast of Timor-Leste.



TIMOR GAP's GIS Project Team Leader Mr. Francisco Ferreira with the Deputy Head of Mission/Aid Manager, Mrs. Gabrielle Isaak, and her team visiting the projects in Suai – Covalima Municipality.

QHSE UNIT

QHSE through its People and Competence Training procedures offers a short-duration internship program for students, fresh- graduate students and also those who are interested in enriching their knowledge in oil and gas industry particularly in the area of Quality, Health & Safety and Environment and of how TIMOR GAP is going to conduct its business as per QHSE standard. And for the second time in chance, during May 14th to June 14th 2018, a trainee from ISAT training Center, Ms. Delfina Martins Kastono, has successfully undertaken an internship program with QHSE unit.

She was mentored and supervised by each staff under QHSE unit according to each given roles. During the term, she performed activities corresponding to: Introduction to TIMOR GAP, E.P. core business and Strategic Plan, Overview of QHSE Unit Management System (IMS Procedures) and its implementation. She was also introduced on how to Conduct Risk Management through raising Hazard Identification, Risk Assessment and Control (HIRAC) at TIMOR GAP, conducting a workplace Fire Extinguishers Inspection, taking part in a Fire & Emergency Drill at our premises and performing OHS due-diligence to the company's potential contractor and also understanding of Timor Leste' Environmental Licence Process (EIA process and category).



TL-EITI MSG

TIMOR GAP, as the state owned enterprise and a keen supporter the EITI's standards, participated in the Multi-Stakeholders Group (MSG) meeting held on 8th June, which brought together relevant key stakeholders as the likes of Civil Society, Ministry of Finance, ANPM and international gas & oil companies operating in the country, namely ConocoPhillips, ENI and Woodside. Timor-Leste was accepted as an EITI Compliant country on July 2010 and, in June 2012, six months after the start of operations, TIMOR GAP became one of the few national oil companies in the world supporting the EITI.

Items on the aforesaid meeting agenda included the Terms of Reference (ToR) for Independent Administrator, hired to produce the EITI Report. This report is intended to transparently demonstrate the payments made by the extractive companies as well as the revenues collected by the State.



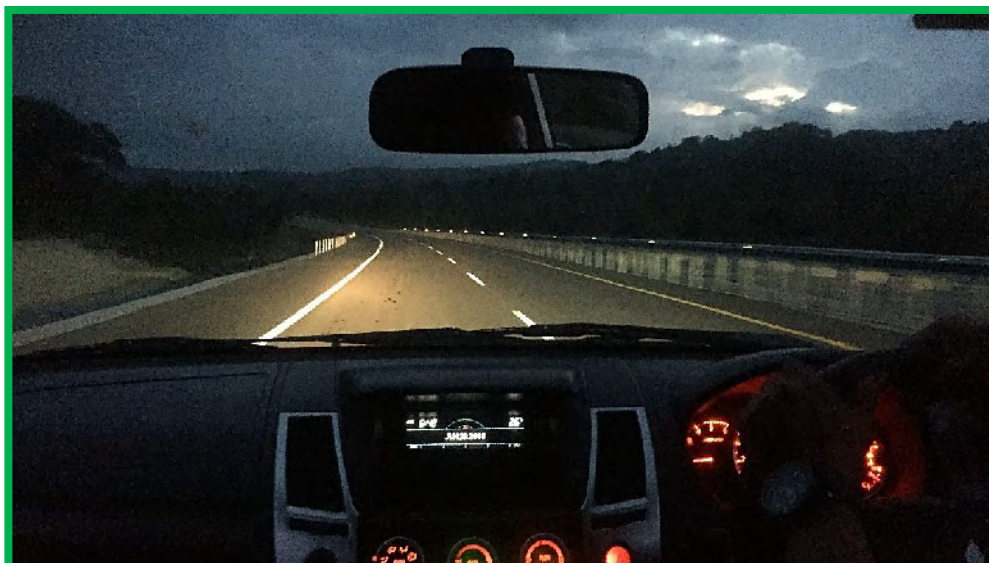
CCFP – DESSEMINATION OF INFORMATION AT REMOTE AREAS

The Petroleum Fund Consultative Council (CCFP) continues to promote the dissemination of information about the Petroleum Fund, Timor-Leste's sovereign wealth fund, across the country, providing information to the people living in remote areas, in compliance with the Petroleum Fund accountability and transparency principles, thus reinforcing the Timor-Gap's stance towards its wealth good governance.

In line with the above, workshops were organised on the Municipalities of Covalima (Administrative Post of Zumalai) and Ainaro (Administrative Post of Hatu-Udo) on the 28th and 29th June respectively, gathering local authorities, community and students. TIMOR GAP is a regular presence in CCFP's workshops and these were not an exception, participating in the event along with Autoridade Nacional do Petróleo e Minerais (ANPM), Extractive Industry Transparency Initiative (TL-EITI), Banco Central de Timor-Leste (BCTL), Ministry of Finance (MoF), Civil Society Representative, among others.

TIMOR GAP's presentation focused on the Tasi Mane project direct and indirect economic impacts, importance of the highway and Suai airport rehabilitation, petroleum value potential sector & its industrialization, and economic development as an opportunity to the local communities.





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To be a regional leader in oil & gas for sustainable national development

DESTINATION: PROGRESS

The investment in the infrastructure sector underlines the importance of infrastructure development as an inductor of the national development. In that aim in view, the highway will support the construction and operation phase of the Tasi Mane Project, bridging the economic development gap between the north and south coast of Timor-Leste. The Phase I of the highway project, covering the section 1 with 30.4 km and linking Suai to Fatuca/Mola, reached a physical progress of 96.3% by the end of July 2018. The Highway is expected to connect the three industrial clusters - Suai Supply Base, Betano Refinery and Beaco LNG Plant - in the south coast of the country, with a total length of 155.7km.

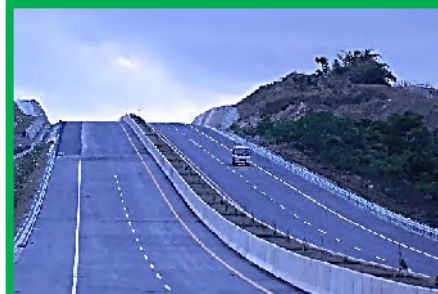
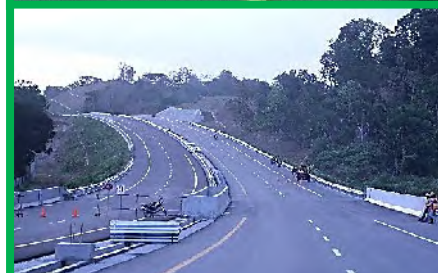
The construction commenced in 2016 under the responsibility of the contractor China Overseas Engineering Group C. Ltd. in joint venture with China Railway First Group C., Ltd., and it is foreseen to be completed by November, 2018. This important basic infrastructure aims to support the economic growth of the future national petroleum industry, and with that multiple jobs were created as the project employs a construction workforce of approximately 1,243 workers, of which 1,027 are local workers engaged under the local content requirements.

The land and title identification and acquisition process for Phase II of the highway project (section 2: Fatuca/Mola – Betano, 34.3km) is assumed to commence in 2019 and the construction commencement between mid-2019 or early 2020.



TASI MANE - A FUTURE TO PERFORM

Edition of July & August 2018



BUSINESS OPPORTUNITIES



TIMOR GAP's Vice President Antonio de Sousa and TIMOR GAP's team during the meeting with ISO's President, Mr. Pedro Matias with the presence of AICEP's Representative in Timor-Leste, Mrs Isabel Maia e Silva.

The construction of the Tasi Mane Project is synonymous of manifold business opportunities for services & goods providers and thus, TIMOR GAP has been approached by the best in the industry looking for the opportunity to partake on this mega project on the south coast of Timor-Leste. ISO's President Mr. Pedro Matias, met the TIMOR GAP represented by its Vice President, Mr. Antonio de Sousa.

ISO already involved with the development of Timor-Leste infrastructures in Oe-Cusse International airport. Once again AICEP Timor-Leste represented by Mrs Isabel Maia e Silva was the link between the two companies. ISO – Instituto de Soldadura e Qualidade is one of the most prestigious European companies in its sector, specialized engineering, and represented in different countries providing solutions for clients in all sectors, to ensure that their assets and products comply with the environmental quality, health and safety standards and regulations. Founded in 1965, ISO is a private and independent company providing inspection, testing, training and technical consultancy.

TIMOR GAP's 7th ANNIVERSARY



TIMOR GAP, E.P. was established in 2011 by the Government through the Decree-Law No. 31/2011. Geared by our vision, mission and corporate values, embedded in the words CAN DO, we aim to maximize the participation of Timor-Leste in the development of its petroleum sector and add value, jobs and business opportunities to the sector.

This year, we celebrated our 7th anniversary with a great enthusiasm and optimism towards the company's future. With all the investments and projects developments, TIMOR GAP is now well positioned for implementing the projects and future expansion.

COMMITMENT WITH THE NEW GENERATION



A group of 19 students from the Canossa High School was welcomed by Mr. Luis Martins, Director of the Business Infrastructure Development Unit, to TIMOR GAP. Our company regularly receives students from local high schools as part of our commitment with the youngest generation education. It's our firmly belief that the future of Timor-Leste lies with its young generation and the work being done by TIMOR GAP, as the national oil & gas company, will improve their living standards opening opportunities for a better education accessible to all.

The visit involved a presentation on TIMOR GAP's vision, mission, core values, business activities and ongoing projects. Tasi Mane Project, one of TIMOR GAP's main projects, and the maritime boundaries negotiation were widely approached triggering a lot of interest among students. Questions were raised and promptly answered, guiding the students through the path being paved by TIMOR GAP towards the development of the national oil & gas sector.

Following the presentation, the students had the opportunity to visit TIMOR GAP office premises, and to briefly talk with the company's engineers and technical staff.

Our current team, although significant in numbers for a young national oil company, growth will be necessary in an increasing rate in the next 10 years, and we hope that these students will become motivated professionals.



OUR PEOPLE ... OUR CULTURE ... OUR SPIRIT



TIMOR GAP is actively strengthening and promoting a good relationship with Timor-Leste neighboring country Australia, by engaging in social activities and encouraging a friendly and positive bond between both countries.

In that in view, a friendly football match was organized at PNTL- Police Training Center, in Comoro, bringing together the female and male football teams from TIMOR GAP and the Australian Embassy, in a beautiful display of sports, social interaction and friendly environment.

Activities with focus on building team capability and strengthen relationship among TIMOR GAP's employees are promoted within the company, aiming to build a shared commitment to the corporative goals, which leads to the ability to produce more and better outcomes.

TIMOR GAP's futsal team is an example of this effort as our team continued to participate, promoting simultaneously your very own CAN DO Spirit and a good interaction with our partners.



Australian Embassy female Team (with blue uniform) and the TIMOR GAP's Team (with green uniform)



Australian Embassy male team (with orange uniform) and the TIMOR GAP's Team (with green uniform)




TIMOR GAP, E.P.

"CAN DO" spirit

To be a regional leader in oil & gas for sustainable national development

ISO 45001:2018 Occupational Health and Safety Management System

Edition of September 2018

Recently in March 2018, a new standard of ISO called ISO 45001 was published. This standard is for management system of Occupational Health and Safety. Therefore, the OSHAS 18001:2007, which is for the management of Occupational Health and Safety, will now be replaced by this new standard ISO 45001:2018, and consequently OSHAS will be withdrawn and no longer applicable.

As a result, all companies that have been certified for its Occupational Health and Safety Management System (OHSMS) will now be mandatorily required to transition to the standard ISO 45001, and these companies have been granted a period of three years to make the transition to the new standard.

As an OSHAS certified company, TIMOR GAP need to also obey by this transitioning rule. Therefore, TIMOR GAP through QHSE Unit has engaged with PT Ratama Mitra Kwalitas (RMC), a consultancy firm based in Indonesia to assist TIMOR GAP in preparation for transitioning. The service agreement (SA) with RMC started end of August until end of October 2018.

As part of this SA, RMC undertook first visit to TIMOR GAP's office and conducted a 5-days in house training, starting from 17-21 September 2018 to its employees (see pictures above and bottom right). During the opening session, Officer In Charge, Director Luis Martins welcomed RMC's consultants, Mr. Hermansyah and Mr. Eko Luhur to TIMOR GAP's office and urged the participants to make use of the training to increase their knowledge about the OHSMS for the benefit of the Company.

The training focused on the new standard ISO 45001, its clauses, comparison with the previous clauses of OSHAS 18001, and linkages of ISO 45001's clauses to TIMOR GAP's business processes and activities. In addition, the results of gap assessment to the TIMOR GAP's IMS documentations (manual, procedures, work instructions etc) which was done remotely were presented and discussed during the training. There are about 30 participants involved in the training, comprised of representatives from each business units, IMR, QHSE team including two staffs from Suai Fuel Station.

By undertaking transitioning earlier will allow TIMOR GAP to have the recertification process for its three (3) ISO standards, ISO 9001:2015 on QMS, ISO 14001:2015 on EMS, and ISO 45001:2018 which is expected to take place in November this year as shown in the timeline below .

TG's Transitioning and Recertification Timeline










TIMOR GAP Fuel Station in Suai is operated by certified people from Covalima community:

- Your friends
- Your neighbors
- Your family



Thank you for your preference



"Project Management in Petroleum Sector Related to the LNG, Refinery and Supply Base & Petroleum Services"

A Partner of
VISION ZERO
Safety. Health. Wellbeing.



TIMOR GAP, E.P.



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SOUTHERN COAST PROJECTS

Today, The Company is focused on the Southern Coast (Tasi Mane) Project as the main activity in the formation of a Company Portfolio in the future. The project will focus on the development of the coastal zone from Suai to Beaço that requires infrastructure to support a growing domestic petroleum industry. Following on from this development, the company will diversify into other areas of operations, such as E&P sector and downstream activities.

