



EAST AFRICAN CRUDE OIL PIPELINE (EACOP) PROJECT UPDATE

PLACE: MINISTRY OF ENERGY, DAR ES SALAAM

DATE: 5th JUNE 2020

Total East Africa Midstream B.V. (TEAM B.V.) currently the custodian of the East African Crude Oil Pipeline (EACOP)¹ Project² has held a meeting with the Tanzania Minister of Energy Dr. Medard Kalemani to update the Government on the progress of the Uganda Lake Albert and EACOP development projects' status.

Key update presented and discussed with the Minister of Energy is the impact of the new agreement with Tullow to acquire their entire interests in the Lake Albert development. TEAM B.V. has informed the Government of Tanzania through the Ministry of energy that the entire stake of Tullow will transfer to Total. Consequently, Total will have 66.7% of the Upstream stake and CNOOC 33.3%.

This agreement with Tullow will enable Total, together with CNOOC, to fast track the finalisation of legal and commercial agreements in Uganda and Tanzania paving the way for taking the Final Investment Decision (FID) and therefore execution of the Project.

Moreover, Total and the Ministry of Energy have discussed on plans to progress Host Government Agreement, Shareholder agreement and Transportation Agreement discussions in order to harmonize the whole set of agreements and proceed to FID.

Furthermore, Total informed the Ministry of Energy that the significantly changed global economic situation requires to update the various international tender offers in order to reflect the new market conditions.

TEAM B.V. commends the Ministry of Energy and the Government of Tanzania at large for its cooperation in ensuring the EACOP project is a success and restates its commitment to comply with national laws and international best practice standards.

The East African Crude Oil Pipeline will unlock East Africa's Potential by attracting investors to explore opportunities in the region. The Project will result to over 60% Increase in Foreign Direct Investment (FDI) in Uganda and Tanzania during the construction phase. Its success will be founded on the positive collaboration and understanding of all stakeholders.

-THE END-

For further details or to arrange media interviews please contact:

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¹The East Africa Crude Oil Pipeline comprises of a 24 Inch, insulated, buried pipeline, six pumping stations (2 in Uganda and 4 in Tanzania) two pressure reduction stations both in Tanzania and a marine export terminal. The viscous and waxy nature of Uganda's oil requires that the crude is shipped at a minimum temperature of 50 Degrees Celsius (50°), the optimal viscosity for it to flow. To maintain this operating temperature, the pipeline will be electrically heated, making the EACOP the longest electrically heat traced pipeline in the world.

² This is a private sector led project in collaboration with the Government of Tanzania and Uganda.