



EACOP PROJECT: TOTAL REITERATES ITS COMMITMENT TO UGANDA AND TANZANIA

Senior management of Total SA, including the President of worldwide Exploration and Production held a meeting on Friday 5th June 2020 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. Total East Africa Midstream B.V. (TEAM B.V.) is currently the custodian of the East African Crude Oil Pipeline (EACOP) Project.

“This meeting signals the strong commitment of Total and its focus on the EACOP Project, not just for Total but also for the region, Uganda and Tanzania. Whereas in the current global context many companies are cutting back on activities, at Total the EACOP project in Uganda and Tanzania is considered as a landmark to anticipate the rebound of the economy, building a major infrastructure corridor in this part of Africa” stated the E&P President, Arnaud BREUILLAC during the meeting. This was further cemented by the transmittal of a letter from Total's Chairman and CEO, Patrick POUYANNE to the President of Tanzania.

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. Total 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%. UNOC will soon join the Upstream to take a 15% share.

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.

Total 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.

On the Tanzania front, Dr. Medard KALEMANI expressed his appreciation to Total for continuous commitment to the project and urged Total to fast track the ongoing processes in order to ensure that construction could commence by March 2021.

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.