

# East Kalimantan Resource Corridor



# Balikpapan 1910



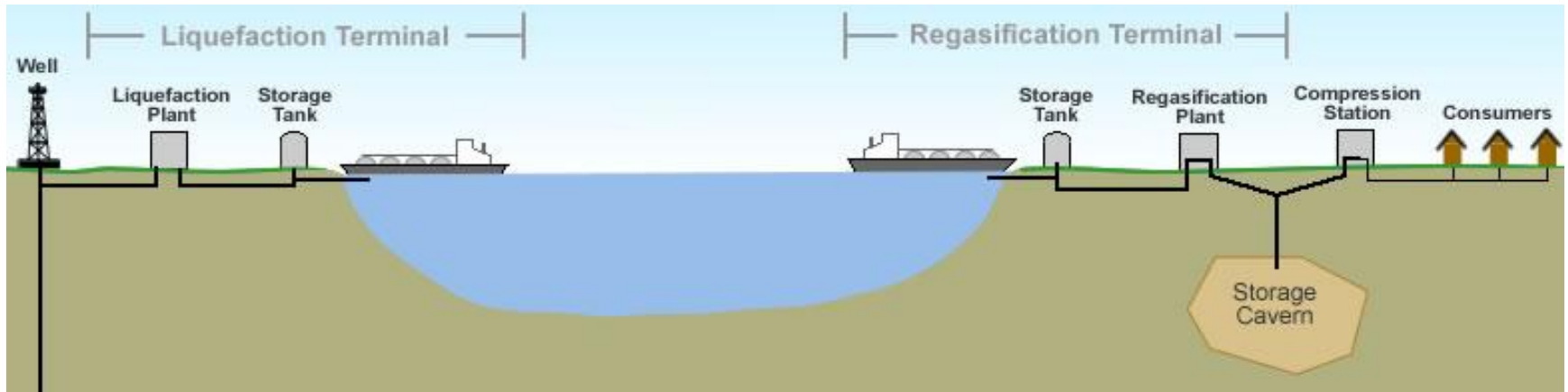
# Balikpapan 1920



# Balikpapan 1945



# LNG Infrastructure Requirements



## LNG Contractual Requirements

PSC  
Construction  
Industrial Sales

Tax Law  
Transport

LNG Company  
LNG Sales

Processing  
Receiving Terminal

# Bontang 1973-1977

## 5 Years From Discovery to LNG



### Why It Worked

- Commitment to Export
- Price Linked to Oil
- Non-Profit, Open-Access Processing Facility
- Financial Capacity of the LNG Buyers

# Indonesian Petroleum Sector

- Indonesian GDP                      \$1 Trillion                      16<sup>th</sup>
- Petroleum Sector:
  - Related Industries :
    - Oil & gas production
      - 1 MMBPD (60% domestic use)
      - 8 BCFD (50% domestic use)
      - LNG
    - Petrochemical
    - Fertilizer
    - Power generation
  - Sector Employment: 12% (17.5 million people)

# Balikpapan Today





# Dayaks Are Still Fishing

