



GULF KEYSTONE PETROLEUM

# SpareBank 1 Energy Conference

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# Introducing Gulf Keystone Petroleum

## Overview

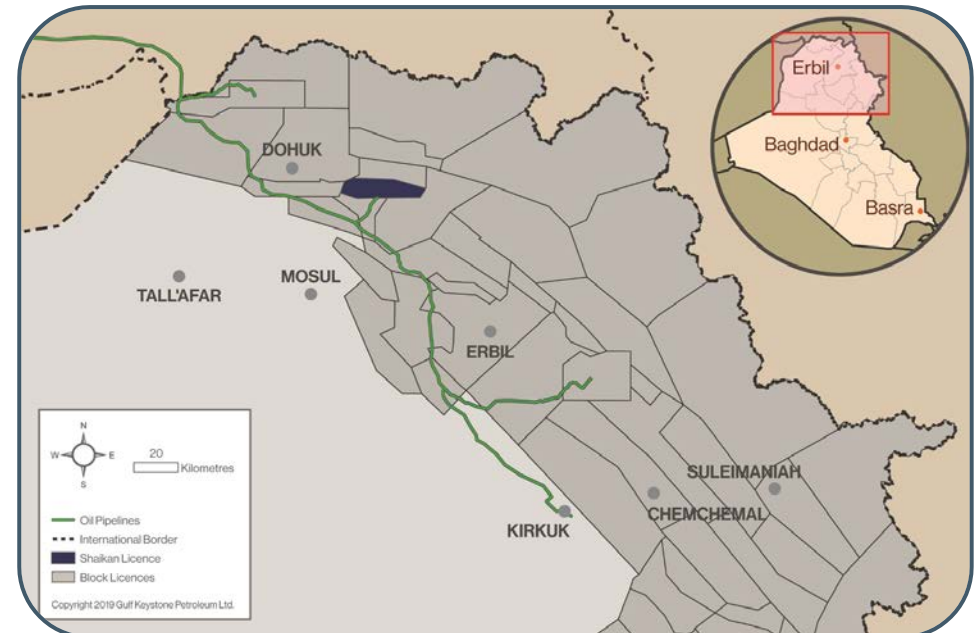
- Pure-play Kurdistan E&P
- Operator of Shaikan Field (80% WI)
- ~\$580m market cap<sup>(1)</sup>; UK listing
- \$100m Nordic bond (due July 2023)

## Our investment case

- Safety & sustainability underpin our business; reducing carbon intensity by >50%
- Long life asset with proven production track record
- Balancing sustainable growth with shareholder returns
- Robust financial position

## The Shaikan Field

- One of the largest fields in Kurdistan by reserves & production
- Estimated 489 MMstb gross 2P reserves<sup>(2)</sup>
- 2021 gross average production of 43,400 bopd, with significant growth potential





# ESG

Strengthening the sustainability of our business is a strategic priority

## Our approach

- Aligned to recognised frameworks, such as UN SDG and TCFD
- Underpinned by targets and transparent disclosure
- Environmental focus on >50% reduction in CO<sub>2</sub>/bbl by 2025 through elimination of routine flaring

## ESG focus areas

### E

- Emissions / flaring
- Air quality
- Facilities impact management
- Water & waste
- Soil remediation



### S

- Health & safety
- Employee development
- Diversity & inclusion
- Economic value
- Community engagement & investment



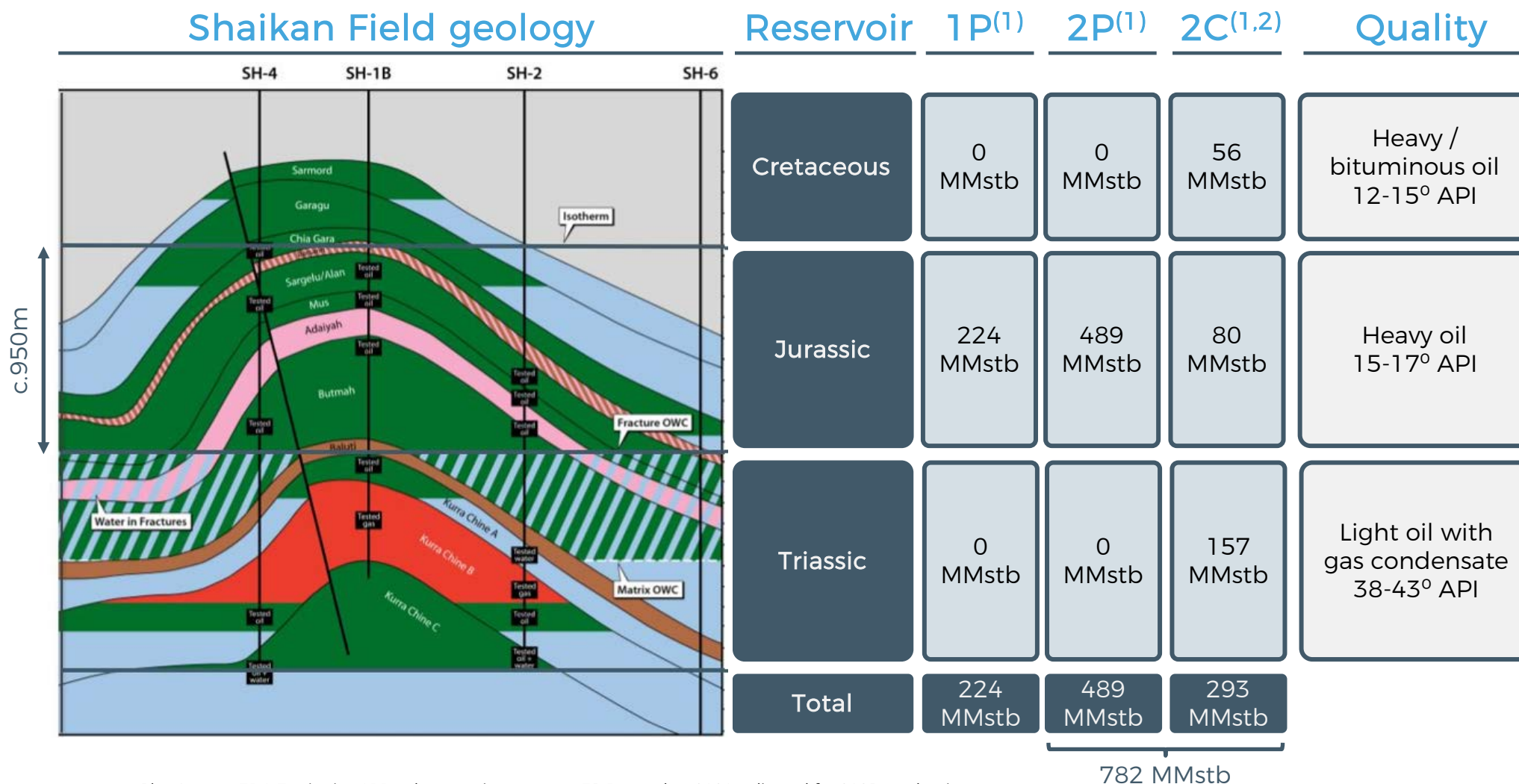
### G

- Robust governance & compliance
- Business ethics & anti-corruption



# Reserves & resources

- 31-Dec-20 CPR reaffirmed significant production potential of Shaikan Field
- Gross 2P reserves life index of ~31 years, assuming 2021 average production
- All production to date from Jurassic reservoir



1) Source: ERC Equipose CPR volume estimates as at 31 December 2020, adjusted for 2021 production

2) Contingent resources volumes are classified as such because there is technical and commercial risk involved with their extraction. In particular, there may be a chance that accumulations containing contingent resources will not achieve commercial maturity. The 2C (best estimate) contingent resources presented are not risked for chance of development



# Infrastructure

- 13 production wells
  - SH-13 & SH-14 brought onstream Dec-21
  - Continuous focus on maximising well productivity
  - SH-14 acid stimulation, SH-12 reviewing options to manage traces of water
- Two production facilities: PF-1 & PF-2
  - Total capacity c.57,500



# Future sustainable growth

## 2022 operational activity

- Gross average production guidance: 44,000 to 50,000 bopd
- Drilling of SH-15 progressing
  - Target start-up in Q2 2022
- Well workover activities

## Field Development Plan

- Draft submitted to MNR in Q4 2021
- FDP includes:
  - Ramp-up of Jurassic production
  - Appraisal of Triassic reservoir
  - Gas Management Plan
- Subject to final approval by MNR



# Shareholder distributions

Balancing investment in sustainable growth with shareholder returns

- Reinstated annual dividend policy of at least \$25m in Mar-21
- Paid \$150m dividends in the past eight months
- Interim dividend of \$50m paid on 25-Feb-22
- With continuing strong oil prices and cash flow generation, consider further shareholder distributions and capital structure optimisation

