

## INVENTORY OF OIL AND GAS INDUSTRY OPERATORS IN KENYA

JANUARY 2016

No	Project (Official/Full Name of the Project)	Operator(s) (Company(ies) involved and what they are doing)	Regulators (Government Agency(ies) involved in/responsible for regulating the project)	Legal Issues (Key legal concerns)
1	Exploration for oil Block 10 BB – Ngamia-1, Twiga South-1, Etuko-1 Amosing-1 Ewoi-1 Lokichar basin Turkana	Tullow Oil as operator & Africa Oil Company  Exploration for oil	Ministry of Energy and Petroleum NEMA	Security concerns over community protests demanding more employment opportunities  Looting and vandalism during this protests may set company back  Rejection by local communities to move exploration site as this may interfere with pastoral lands meant for their livestock
2	Block 12 A – Cheptuket	Tullow Oil and Delonex	Ministry of Energy and Petroleum NEMA	
3	Sala-1 on Block 9 onshore	Africa Oil & Tullow Oil as operator, Natural gas	Ministry of Energy and Petroleum NEMA	Proper revenue management to stimulate economic growth and propel community social responsibilities (CSR's). If handled poorly it may lead to inflationary pressure, weak exporting industry, corruption allegations and local conflicts
	Block 12B	Tullow Oil Company Swala energy	Ministry of Energy and Petroleum NEMA	
4	L 05 L 07 L 12 L 11 A L 11 B (offshore Lamu basin)	Anadarko Petroleum, National Oil Corporation Kenya Total Kenya Exploration of oil and gas	Ministry of Energy & Petroleum National Oil Corporation of Kenya NEMA	Community Land Bill 2015 that is yet to be passed requiring the re-registration of land including community land will enhance management and administration of community land. Land and compensation issues where exploration activities are done are affected as there is no legislation in place by which communities can seek compensation.
5	L 8 Mbwa-1 L10 A Sunbird – 1	Pancontinental Oil & Gas NL  Oil exploration	Ministry of Energy and Petroleum National Oil Corporation NEMA	Also the move from exploration to production as the sector grows will require more land space for development meaning more negotiations between the community, private and public sector.
6	Block 11 B	Bowleven Oil & Gas company, Adamantine Energy and First Oil	Ministry of Energy and Petroleum NEMA	
7	Block 13 T	Africa Oil Company & Maersk Oil and Gas Oil exploration	Ministry of Energy and Petroleum NEMA	
	Exploration Block 14 T	National Oil Corporation	Ministry of Energy and Petroleum NEMA	Employment issues may also arise as local communities have high expectations of getting jobs from the oil companies. Lack of capacity requires outsourcing of resources, employees and equipments from other areas and this may not go well with the locals.
8	Block 10 BA	Africa Oil company & Maersk Oil and Gas	Ministry of Energy and Petroleum NEMA	
9	L 22	Total Oil Company Kenya Oil and gas exploration	Ministry of Energy and Petroleum NEMA	
10	Block L9 PSC	Ophir Energy	Ministry of Energy and Petroleum NEMA	
11	L2 Block 10 A	Chinese National offshore Oil Company	Ministry of Energy and Petroleum NEMA	Taxation of exploration companies by the government despite them not gaining any profit from exploration blocks. No production has started

				<p>as most of them are still exploring for oil and gas.</p> <p>As of now Kenya is yet to finalize on the energy bill that will help govern the sector. After 2 years of consideration, a working draft (Energy Bill 2015) was released to the public. It is yet to be signed into law. Uncertain regulatory framework is a significant impediment in development of the oil and gas industry</p> <p>Lack of public awareness and understanding of the oil and gas sector by the general public has led to over-expectations by the local communities living around the exploration sites and Kenya citizens.</p> <p>Poor physical infrastructure may delay development of oil extraction activities and transportation to refineries. Most discoveries are in poorly developed areas like Northern Kenya hence need for construction of refineries, expansion of existing ones as well as construction of oil pipelines.</p> <p>Protection of Kenya environment is governed under the EMCA of 1999. Issues arise as is poorly enforced and it was enacted prior to significant oil and gas discovery and development. Environment issues whereby exploration activities are places more burden on the environment and intensifies threats of disputes and clashing over natural resources.</p> <p>Gender issues may be overlooked as women are often marginalized during discussions and consultation processed. Oil companies and government officials consult with community elders who are generally men. Women bear a disproportionate amount of risks associated with the sector</p>
13	Block 3A and Block 3B	VanOil Energy Limited	Ministry of Energy and Petroleum NEMA	<p>Law suit against Kenyan government over breach of production sharing contracts over delay in its operation in Modogashe by local government over local disturbances and unrest</p> <p>Land boundary issues may come up</p>

				example of Modogashe found between Isiolo and Garissa which led to conflict as to who own the land and who has the right to benefit for oil produce.
14	Block 09	VanOil Energy Limited & Chinese National offshore Oil Company	Ministry of Energy and Petroleum NEMA	The adoption of a public tendering regime whereby the Cabinet secretary puts out a notice of available open blocks that can be explored. Interested contractors submit applications for negotiations. Corruption traits may occur
	Oil and Gas exploration Block 9 PSC Northern Kenya	Africa Oil & Lion Energy	Ministry of Energy and Petroleum NEMA	
	Onshore Oil and gas exploration Block 2A North eastern Kenya	Essel Group Middle East & Simba Energy	Ministry of Energy and Petroleum NEMA	
	Block L1 B Block L 16(onshore Lamu basin) Block L27 Block L28(offshore Lamu basin)	CAMAC Energy Erin Energy	Ministry of Energy and Petroleum NEMA	
	L 10 A L 10 B (Lamu basin)	BG Group	Ministry of Energy and Petroleum NEMA	
	Oil and gas exploration L 4 L 13	Zarara Oil – operator (gas) Swiss Oil Holdings	Ministry of Energy and Petroleum NEMA	
	L 21 L 23 L 24 Off shore Lamu Basin	Eni Exploration for gas and oil	Ministry of Energy and Petroleum NEMA	
	Exploration for oil and gas L19 Lamu basin	Rift Energy Oil and gas exploration	Ministry of Energy and Petroleum NEMA	
	Exploration for oil and gas. Block 14 Onshore area Lamu basin	Lamu Oil and Gas, Edgo Energy, QFB	Ministry of Energy and Petroleum NEMA	
	L 6 Onshore area Lamu Basin	Milio International Pancontinental Oil & Gas	Ministry of Energy and Petroleum NEMA	