



PetroMed⁴

APRIL 2009 | Natural Gas Suppliers

Egypt Gas, EMG, Ampal, Yossi Maiman

- The Cairo Court for Urgent Cases has overturned a ruling made by the Administrative Court to ban exportation of Egyptian natural gas to Israel. The court made its ruling based on a petition from Egyptian Prime Minister Ahmed Nazif and Ministries of Petroleum and Finance, which argued that the issue was an economic transaction that did not require approval of Parliament. The court upheld a January 2009 ruling by the Egyptian Supreme Court in favor of the sales, a ruling that was later overturned by the Administrative Court. The court argued that the export of gas fell solely under the jurisdiction of the state and neither the courts nor the State Council could rule on it. The case has been referred to the courts several times.

Yam Tethys, Delek, Tshuva, Noble

- Delek Group posted its full year results and published a net loss of 1.8 billion shekels for 2008
- Delek Group took Delek RealEstate out of the group of companies, by sharing out the shares in Delek RealEstate to share holders as dividends. After Delek Group delisted itself from Delek Real Estate, Barclays Capital increased Delek Group's estimated worth by 30% primarily because of the interest caused by their gas discoveries
- HSBC has stated that they are completing to raise \$1 billion toward investing in the Tamar project
- Noble SEC statement that Dalit contains mean resource estimate of 500 bcf / 14 bcm
- Clal Finance is grading Delek Drilling and Avner with a higher share price of 37% and 32% respectively or 5.72 NIS and 0.98 NIS compared to the price today. Clal explains that this is because Yam Tethys has a steady flow of income and represents a contractual bridge to the future clients of Dalit and Tamar and that their holdings in Tamar and Dalit represents future earnings and the whole projects show a consistent operational synergy and a continuous flow of natural gas going from Yam Tethys, to Dalit and then Tamar
- The national oil and gas company of Vietnam PetroVietnam has informed Delek that they intend taking a 15% share in the project after Delek declared their operations in block W12 at the Chim Cong (Peacock) concession to be commercial.
- Delek announced to the stock exchange that their Tamar-2 drilling started on 27th April

Razio

- Razio has said that they are in contact with a number of international corporations that have expressed an interest to invest in their project Razio Yam. The partners in the project are currently Razio (15%), Noble Energy (40%), Avner (22%) and Delek (22%). Razio has explained that the investors are interested to enter the project at this stage when the cost would still be relatively low and the chance of making a discovery would be high

Isramco and IOC

- Isramco will raise 90 million shekels on the stock market for their share (28.7%) of the Tamar 2 drilling which will cost in all about \$75 million. Isramco intends raising this money by issuing rights, which means raising the money from existing share holders. Any share holder that does not wish to participate may find their share worth diluted. 67% of Isramco's value is in fact held by the public and only 29% is held by Naphta from the Equital Group. If 90 million shekels are indeed raised then Naphta will invest an additional 26 million of its own equity.
- Electronic broker etrader is launching options on Isramco shares, with expiry periods of two months, two weeks, and two days.

Givot Olam

- Givot Olam intends bringing a rig around May of this year to carry out drilling at their Meged-5 site. In the meantime, they are still seeking financing for their operations

Oil and Gas Exploration

- The MNI is opening a new round of applications for entities wishing to obtain further licenses.