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OIL & GAS POLICY COMMISSION

Proposed Work Plan

(2011)

1.0.0. INTRODUCTION

Brief overview – The Nigerian Oil & Gas Sector

Nigeria has been identified as a high priority market for the oil and gas industry. This priority is as a result of high level of investments and opportunities in the oil and gas sector. Large reserves of both oil and gas ensure that this market represents a long-term business opportunity, which will progress as foreign investments are secured. Presently, Nigeria is the largest exporter of oil in Africa, 10th largest producer in the world and 5th largest supplier to the United States of America. This no doubt reveals that Nigeria is playing a significant role in both local and global energy market.

Industry Highlights/Issues

- Nigeria has over 250 oil and gas fields, producing about 2.5 mb/d of crude oil
- Proven reserves is about 36 billion barrels of oil
- Proven natural gas reserves is in the magnitude of 182 trillion cubic feet
- NNPC is unbundled but not yet fully implemented
- Downstream sector is partially deregulated and most refineries are not functioning
- Though Nigerian Content Development Act has been enacted, local content participation still remains low
- The Petroleum Industry Bill (PIB) is yet to be passed into law
- Although there is amnesty in the Niger Delta, issues of development are not fully addressed, even as the NNDC is under-funded
- About 70% of associated gas is being flared

NESG / Government Targets

- ✓ Raise the daily production level of crude oil to 4 mbpd
- ✓ Increase proven crude oil reserves to 40.5 billion barrels and production capacity to 4.5 mbpd
- ✓ Shore up local content participation to 70%
- ✓ Permanently resolve the Niger Delta Crises and achieve adequate funding for the NDDC and the Niger Delta Master Plan
- ✓ Put an end to gas flaring
- ✓ Deliberately explore for non-associated gas and achieve over 260 trillion cubic feet
- ✓ Achieve effective deregulation of the downstream sector and a properly restructured NNPC
- ✓ Passage of the Petroleum Industry Bill (PIB)

2.0.0 OBJECTIVES OF THE WORK PLAN

The work plan has been greatly influenced by the recommendations of the Oil and Gas Policy Commission, the annual Nigerian Economic Summit, the Economic Action Agenda (EAA), Focus Group Discussions, the reports of Vision 2010 and Vision 2020.

The objectives are to articulate research and evidence-based policies and strategies that will:

- (a) Grow Nigeria's oil and gas reserves and production capacity
- (b) provide access to petroleum products easily, and at competitive prices via full deregulation
- (c) Develop fully the Oil and Gas sector to provide linkage and launching pad for the development of the rest of the economy
- (d) Promote evidence-based policy making in the Oil and Gas sector

- (e) Facilitate institutional capacity building and strengthening of strategic local content in the Oil and Gas sector
- (f) Specifically facilitate implementation of accepted recommendations of the past summits and reports of the Oil and Gas Policy Commission.

3.0.0 Delivery Framework

Achievement of the above-stated objectives will require very high commitment and focus, necessitating follow-through efforts especially in terms of implementation. This means that sustained effort ('staying power') is crucial around three major areas of activities namely:

- (a) Communication and Advocacy/Lobby
 - (i) Strategic and general information dissemination through advocacy documents to influence public opinion and opinion of public policy makers;
 - (ii) Active engagement of specific individuals, institutions and groups to galvanize sufficient external support for Groups' policy interest;
 - (iii) Interactive sessions, meetings and specific lobby activities like:
 - a. Mini-Summits / Conferences / Workshops for brainstorming / dialoguing with and amongst stakeholders on policy issues and developments in the Oil and Gas sector.
 - b. Scheduled interactive sessions with Legislative Committees and Ministers / Executive Committees, groups / individuals on various issues and subjects of the commission.

(b) Specific Research activities

- (i) Data acquisition and management to support research activities.
- (ii) Specific research activity derived from deliberations of the group to provide evidence in support of policy advocacy and to enrich quality of Summits, Meetings, workshops etc.
- (iv) Research on key issues with particular reference to issues relevant to Nigeria's strategic oil industry in particular and the entire economy in general.

(c) Capacity Building activities

Emphasis would be on determining how to enhance the work of the Nigerian Content Development Monitoring Board (NCDMB) and promote the roles of indigenous businesses / technology in the sector, and create the capacity building through training, workshops and conferences.

Particularly, efforts should be made towards creating and supporting business associations in the Oil and Gas sector - which can become a useful vehicle for creating / facilitating better access to much needed long term finance or venture capital and capacity building for the local operators in this sector.

4.0.0 Output of the Oil and Gas Policy Commission

The Policy Commission's output would be in six different categories. Some would become institutionalized over time, and therefore a reference point for future work/institutional memory, others would serve as foundations for present and future work. They include the following:

- (i) Providing and institutionalizing a basis for properly articulated intervention of stakeholders in relevant policy generation and execution medium like the annual Nigerian Economic Summit; Legislative and Executive Committee interactions and other such private-public sector dialogue fora;
- (ii) Establishment of a Quarterly Oil and Gas Policy Dialogue Forum;
- (iii) Policy Dialogue Publications resulting from the Quarterly Forum.
- (iv) Media plan on information dissemination, participation in opinion moulding events in print and electronic media and support for 'right policies and activities' through the issuance of position papers, commissioned articles, press releases etc;
- (vi) Specific effort towards acquiring data in support of the development and management of Oil and Gas database at the NESG Secretariat;

- (vii) Capacity building and strengthening of Oil and Gas (business) associations to facilitate their transformation into tools for input delivery, financial access and output management.

5.0.0 Summary of Proposed OGPC Work Plan Activity (2011)

The schedule of proposed activities and the approach is summarized below:

S/N	Activity	Action Party	Methodology	Timelines	Remark
1.0	Review of NES # 16 OGPC Recommendations / 2010 work activities	Sub-Committees	Set up a review Committee & come up with a report to be submitted to the Lobby Team	2 Weeks	

2.0	Meetings	All members	Review/discussion of reports and issues	Bi-monthly, and alternately held in Lagos and Abuja	
3.0	Advocacy	Lobby Team	Meet with members of the National Assembly, Cabinet members and relevant stakeholders towards monitoring and implementation of policy recommendations	Quarterly	

4.0	Policy Dialogues/Themes				
4.1	Niger Delta Region: Beyond the Amnesty	All members	Opportunity should be created for interactions, and policy recommendations drafted on the way forward	June 2011	
4.2	Local Content Development Act 2010: Linkages with Nigeria's Industrial Sector	All members	"	August 2011	
4.3		All members		November 2011	

	Mergers and Acquisitions in the Nigerian Petroleum Sector: The Challenges and Opportunities		”		
4.4	Oil and Gas Summit Theme to be determined later	All members	”	September 2011	

List of OGPC Members

S/N	Title	Surname	First Name	OGPC Designation	Company Designation/Address
1	Mr.	Sunmonu	Mutiu	Co-Chair (Private Sector)	Chairman, Shell Nigeria, 2 Tapeta Street, off IBB Way, Wuse 2, Abuja
2	Mr.	Oniwon	Austen	Co-Chair (Public Sector)	GMD, Nigerian National Petroleum Corporation, NNPC Towers, Abuja
3	Ms.	Machunga-Disu	Lois	Consultant	MD, Jalz Energy Ltd, 37, Anthony Enahoro Street, off Okonjo Iweala Way, Utako District, Abuja
4	Mr.	Okpoko	Chris	Coordinator	Associate Director, Nigerian Economic Summit Group, 109, Awolowo Road, Ikoyi, Lagos
5	Mr.	Nwanze	Kevin	Schedule Officer	Research Analyst, Nigerian Economic Summit Group, 109, Awolowo Road, Ikoyi, Lagos
6	Engr.	Kragha	Moses	Chairman, Lobby Group and Local Content Sub Committee	MD Kragha & Associates 2A, Osborne Road, Ikoyi, Lagos
7	Mr.	Lawal	Abiola	Chairman, Downstream Sub Committee	Chief Strategy Officer, Allied Energy Plc, Plot 1649, Camac House, Olosa Street, Victoria Island, Lagos
8	Mr.	Aruwajoye	Akin	Chairman, Upstream Sub Committee	MD, Offshore Support International Ltd, Victoria Island, Lagos
9	Mr.	Orife	Mavuaye	Chairman, Niger Delta Sub Committee	Versatech Nigeria Ltd 18, Ibikunle street, Yaba, Lagos

10	Mr.	Ndubuisi	St. Iyke	Private Sector Co-Chair's Representative	Senior Business Adviser, Shell Petroleum Development Company, 2 Tapeta Street, off IBB Way, Wuse 2, Abuja
11	Dr.	Itsueli	Imoh	Member	Chairman, Dubril Oil Ltd, 13A, A. J. Marinho Drive, Victoria Island, Lagos
12	Mr.	Tinubu	Wale	"	GMD, Oando Plc, 2, Ajose Adeogun Street, Victoria Island, Lagos
13	Mr.	Odumakinde	Akin	"	MD, Deltaafrik Engr. Ltd, Plot 1637, Adetokunbo Ademola Str. Victoria Island, Lagos
14	Mr.	Fawehinmi	Olayinka	"	MD, Amazon Energy, Block 94, Plot 24A, Lekki Phase 1, Lagos
15	Mr.	Fawthrop	Andrew	"	MD, Chevron Nig. Ltd, 2, Chevron Drive, Lekki, Lagos
16	Mr.	Rufai	Sikiru	"	MD, Honeywell Oil & Gas Ltd, 4, Adeleke Adedoyin Str, Victoria Island, Lagos
17	Chief	Oyibo	Chambers	"	Chairman, Prime Energy Resources, Plot 19, Adeola Hopewell Street, Victoria Island, Lagos
18	Mr.	Oladele	Afolabi	"	Partner, African Capital Alliance, C&C Towers, Sanusi Fafunwa Str, Victoria Island, Lagos
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20	Mr.	Boham	Don	"	MD, Stratman Consulting, 1, Marble Close, Ibinye Drive, off Woji Road, Port Harcourt
21	Mr.	Uzuegbunam	Frank	"	MD, Bluefield Africa Ltd, 11, Olufunmilola Okikiolu Str, Ikeja, Lagos
22	Mr.	Yakubu	Andrew	"	MD, Warri Refinery and Petrochemical Company Ltd, Warri
23	Mr.	Oladimeji	Kamoru	"	PHB Asset Mgt Comp., Plot 707, Adeola Hopewell Str. Victoria Island, Lagos

24	Prof	Fubara	Bedford	"	Lecturer, Rivers State University of Science and Technology, Port Harcourt
25	Mr.	Okarevu	Davies	"	Niger Delta Development Commission (NDDC), 167, Aba Road, Port Harcourt
26	Mr.	Sobande	Ola	"	MD, Three Rings Oil and Gas Consulting Ltd, Abeokuta
27	Mr.	Alli	Adekunle	"	MD, Stam Energy, 16, Aruwon Ojikutu Str., Victoria Island, Lagos
28	Chief	Anthony	Sena	"	Sena Anthony and Associates, Abuja
29	Engr.	Soyode	Jide	"	MD, Atlas Polygenics Ltd, Plot 94, Lekki Epe Exp. Way Lekki, Lagos
30	Dr.	Ekanem	Princewill	"	Niger Delta Development Commission (NDDC), 167, Aba Road, Port Harcourt
31	Dr.	Ndubueze	Vincent	"	MD, Geoglobe Services, 44 Godwin Omonuwa Street, Isolo, Lagos
32	Dr.	Nwosu	Ikenna	"	MD, Mooregate Ltd, 5, Aerodrome Road, Apapa, Lagos
33	Dr.	Olumide	Olaniyi	"	MD, Sunlink Petroleum Ltd, 2 Tatashim Eliam Close, Victoria Island, Lagos
34	Dr. (Mrs)	Diei	Belinda-Bobby	"	Managing Partner, Belinda & Associates, Lagos Island, Lagos
35	Mrs.	Van-Lare	Ijeoma	"	SPDC, 21/22, Marina, Lagos
36	Mr.	Onyenkpa	Victor	"	Partner, KPMG, 18A, Temple Road, Ikoyi, Lagos
37	Senator	Dafinone	David	"	Chairman, Horwath Dafinone Ltd, Apapa, Lagos
38	Mr.	King	Ubong	"	Protection Plus Ltd, Ajah, Lagos
39	Mr.	Olagbaye	Rotimi	"	Nigerian Content Division, Nigerian National Petroleum Corporation, NNPC Towers, Abuja
40	Ms.	Oghene	Debbie	"	Dupport Marine Ltd, Apapa, Lagos

41	Mrs.	Adeniyi	Funke	"	IAL Ltd, Lagos
42	Mrs	Adeyeye	Nkoli	"	IAL Ltd, Lagos
43	Mr	Mohammed	Auwal	"	Chief Planning Officer, National Planning Commission, Plot 241, Const. Avenue, CBD, Abuja
44	Mrs	Beeka	Hussiena	"	Beeka Pev Energy Resources Ltd, Asokoro, Abuja
45	Mr.	Bello	Olusola	"	Businessday, Amuwo Odofi, Lagos
46	Mr	Ajala	Adekunle	"	MD, SPOG Petrolchemicals Ltd, Ikoyi, Lagos
47	Mr	Ogunrombi	Biola	"	Partner, Softskills Limited, Surulere, Lagos
48	Mr	Ubong	Ed	"	SPDC, 21/22 Marina, Lagos
49	Mr	Nwapa	Ernest	"	CEO, Nigerian Content Development Monitoring Board (NCDMB), Yenagoa
50	Mrs.	Olubanjo	Edith	"	Nigerian National Petroleum Corporation, NNPC Towers, Abuja