

An aerial photograph of an offshore oil platform in the north Caspian Sea. The platform is a large, complex structure with a central tower and several smaller modules, surrounded by a network of walkways and support structures. The sea is dark blue, and the surrounding area is covered in a thick layer of white sea ice. In the background, another smaller vessel is visible on the water.

# INPEX

## *in Russia*

Kashagan Oil Field in the north  
Caspian Sea in Kazakhstan

# INPEX

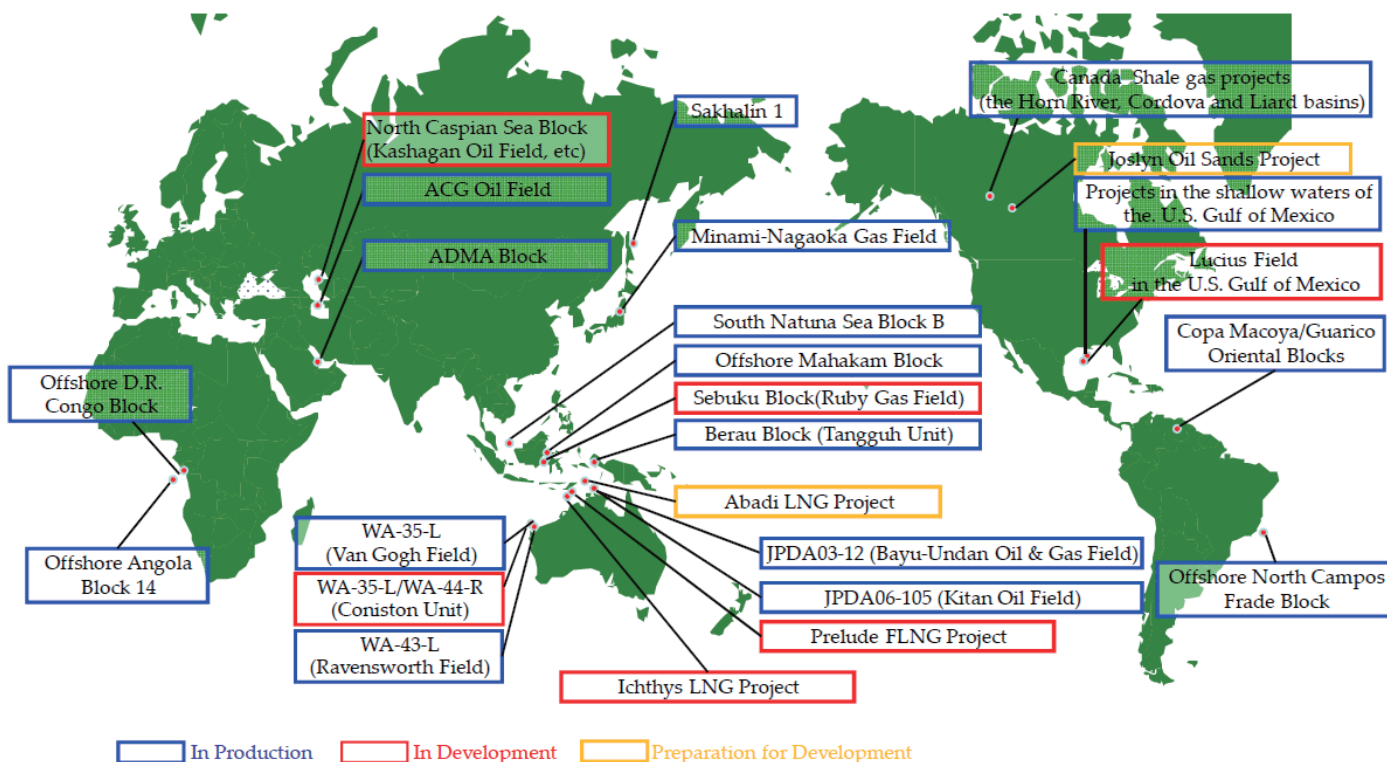
- What are we ? – Introduction
- INPEX' s E&P Activities in CIS
- ZY & BT Exploration Projects in East Siberia
- Magadan 2&3 Exploration Blocks in North Okhotsk Sea
- Our ambition

# What are we ?

- We are the largest Japanese E&P company in terms of reserves and production volume.
- INPEX is currently moving forward with 79 oil and gas projects in 28 countries around the world.

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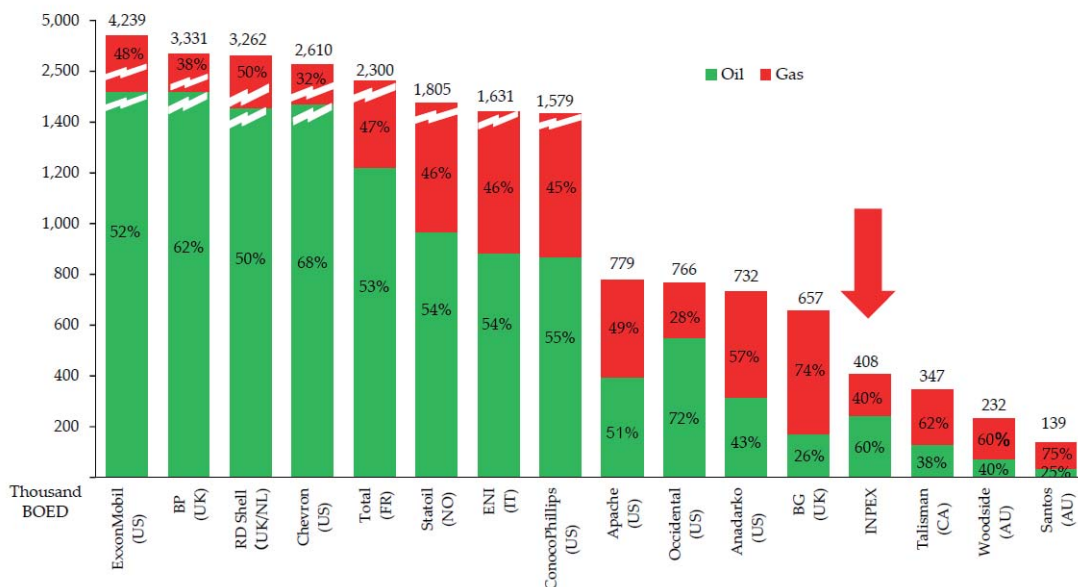
## INPEX' s Major Projects in the World. (79 oil & gas projects in 28 countries)



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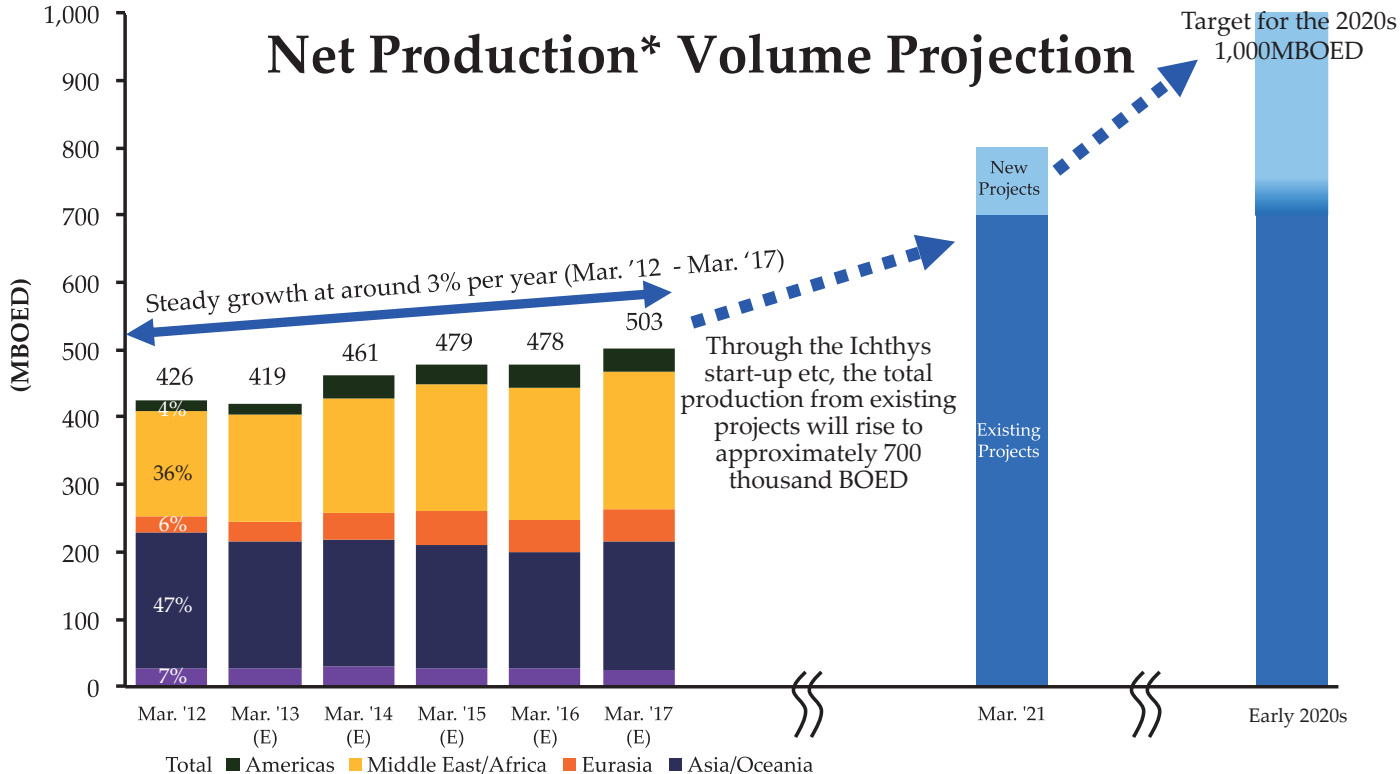
Net Production; 408 thousand  
Net Reserves (proven + probable); 4.09 billion boe



We have grown to rank globally among the mid-tier oil and gas E&P companies.

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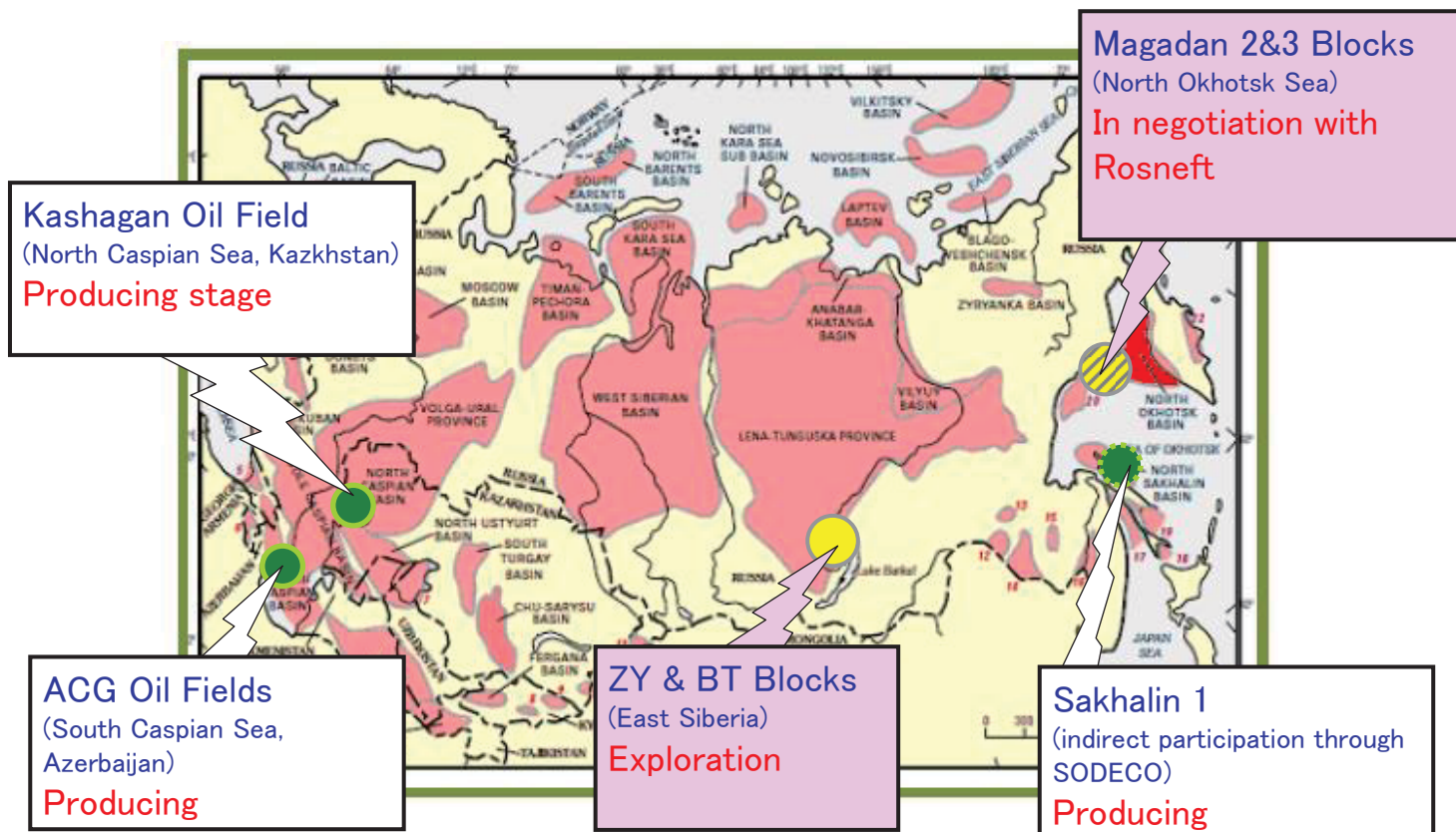
Mid. To Long-Term Vision;  
Continuous Enhancement of E&P Activities



Note: Assumption of Brent oil price used for our net production projection is \$100/bbl in the year ending March 31, 2013, and is \$90/bbl after the year ending March 31, 2014  
 \* The production volume of crude oil and natural gas under the production sharing contracts entered into by INPEX Group corresponds to the net economic take of our group.  
 \*\* The way of the calculation for conversion factor from gas to oil equivalent was altered from the year ended March 31, 2012.

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# INPEX' s E&P Activities in CIS



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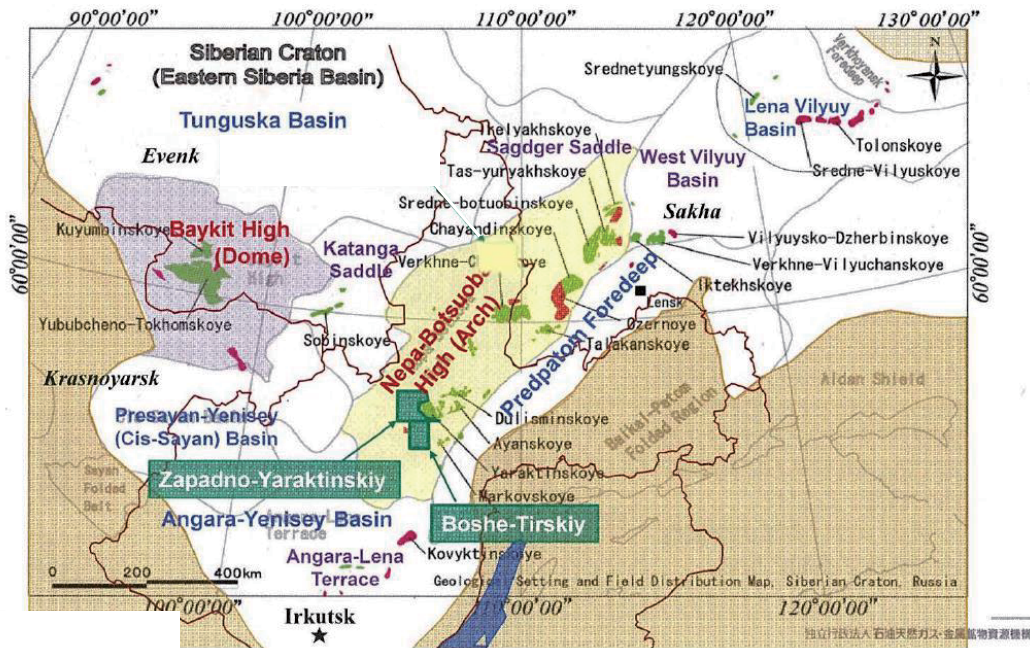
## ZY & BT Blocks ; Exploration blocks in East Siberia



- In September 2013, INPEX started to participate in ZY (Zapadno–Yaraktinsky) block and BT (Bolshetirsky) block in East Siberia by acquiring 12.4% shares in JASSOC (Japan Sakha Oil Co., Ltd.).
- JASSOC has been conducting exploration works for the blocks through INK–Zapad (JV; JASSOC 49%, Irkutsk Oil Company 51%).

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## ZY & BT Blocks ;



- Located 700km north of Irkutsk city and cover total 8,142km<sup>2</sup>.
- Located in the south of the prolific Napa Botsuoba High and in adjacent to the producing Yarakhtinskoye oil field.

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## ZY & BT Blocks ;



- Tremendous efforts by INK and JOGMEC in the past, presence of hydrocarbon was confirmed in three areas within the 2 blocks.
- Further exploration and appraisal works need to be conducted under the private sector's initiative (INPEX 12.4%, Itochu 12.6%, JOGMEC 75%).

Now we are in challenge for;

- Exploration in the Complex and heterogeneous Pre-Cambrian & Cambrian age reservoir rocks (the oldest reservoir rocks in the world).

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# Magadan 2&3 Blocks ;



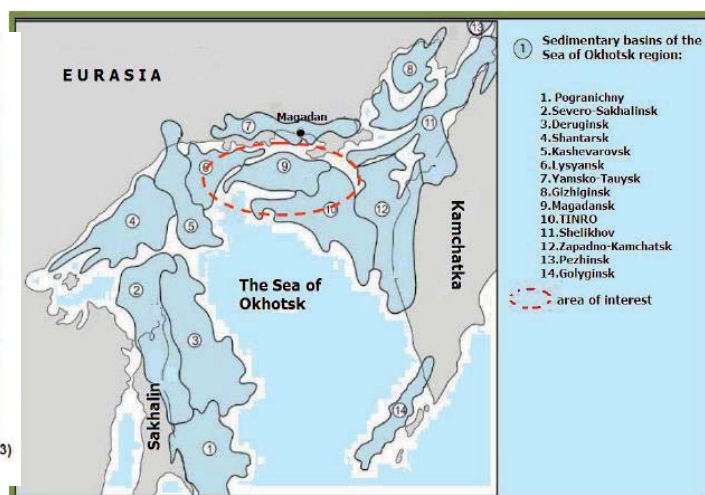
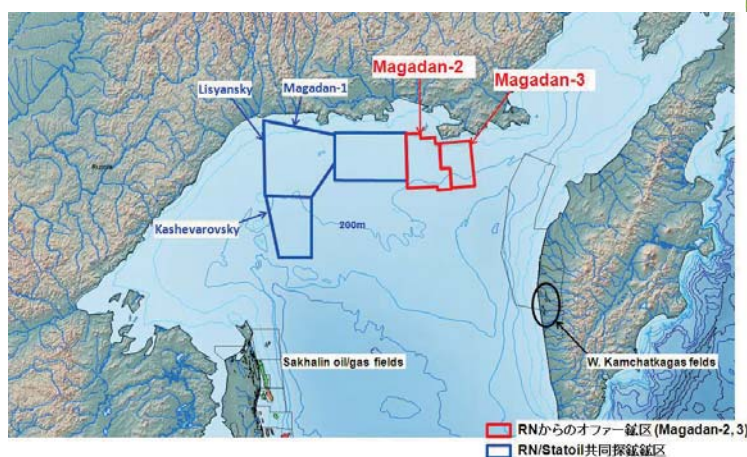
## Frontier Exploration blocks in the north Okhotsk Sea



- In May 2013, INPEX signed a Cooperation Agreement with Rosneft for Magadan 2&3 exploration blocks in the north Okhotsk Sea.
- INPEX has accordingly secured the exclusive right to negotiate final agreements (FAs) for the blocks.

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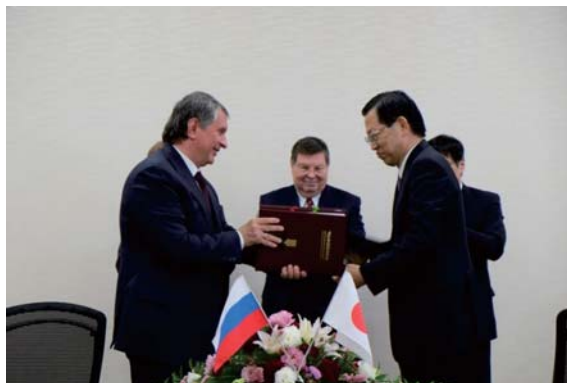
# Magadan 2&3 Blocks ;



- Located 50–150km southern offshore of Magadan city.
- Shallow continental shelf (water depth 100–200m) covers 28,082km<sup>2</sup>
- In central – west of the largely unexplored Magadan Basin, which consists of thick Paleogene rift sediments.

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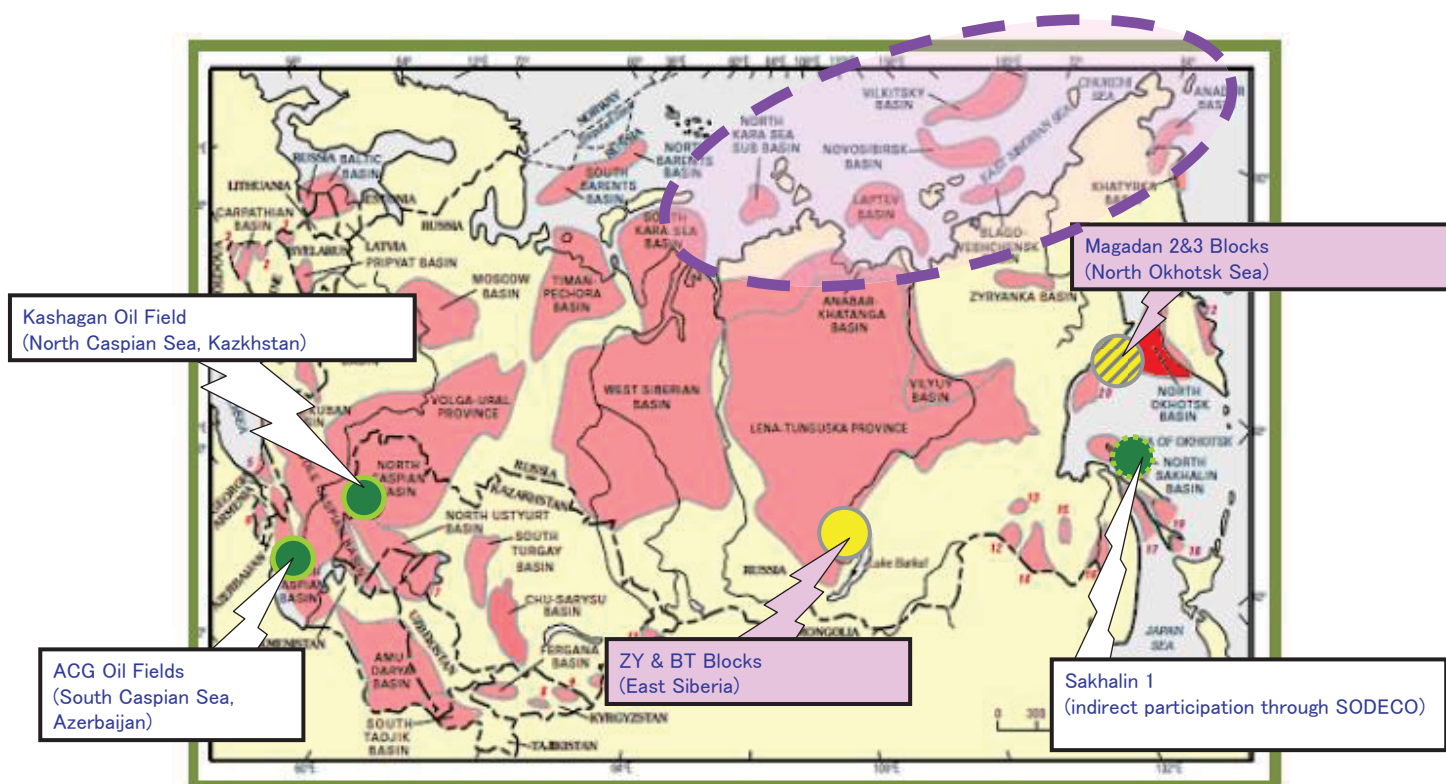
# Magadan 2&3 Blocks ;



- Once FAs are executed, INPEX & Rosneft will establish JV companies (RN 66.67%, INPEX 33.33%) to carry out exploration work in the blocks.
- The partnership with Rosneft can be developed through this particular project and enable INPEX to have an opportunity to expand its activities in Russia, a country with huge hydrocarbon reserves.
- Recognizing the vast reserves in and around Russia, this initiative is expected to help develop Company’s business over the mid to long term.

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# Future Ambition – Arctic Seas



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**End**