

# Madagascar Licensing Round 2018 - 2019

## Madagascar 2018/2019 Licensing Round Bid Evaluation Guideline



In awarding a Petroleum License, OMNIS must be satisfied that the Applicant has developed an exploration strategy and work program that will advance the assessment and understanding of the petroleum potential of the Petroleum Block.

The strategy must be underpinned by a sound technical assessment of the Petroleum Block, along with evidence of the technical, financial and other capabilities necessary to facilitate the smooth implementation of the work program.

Consideration may also be given to any past performance issues, either within the jurisdiction of Madagascar or internationally, that may impact on the ability of the Applicant to undertake the proposed work program.

### **Section 1: Procedure for Assessment**

The following procedure will be followed in dealing with Applications for Exploration Licenses:

- Opening of Bids
- Publication of Applicants and Petroleum Blocks applied for
- Verification of application requirements
- Assessment BASED ON Exhibits 1, 2, 3 and 4
- Draft Bid Assessment
- Applicant Bid Presentation & Clarification Meeting
- Final Assessment Report
- Announcement of results
- Negotiations of the terms of the License
- Award of License
- Signature
- Ratification (effective commencement date of License)
- Registration

### **Section 2: Criteria for Evaluation of Bids**

The following criteria will be used for the evaluation of the bids:

1. The Criteria herein shall be based on a point system to evaluate the specific components of each application with reference to a bidder's (I.) Applicant Details and Financial Information; (II.) Technical Summary; (III.) Commercial Proposal; and (IV.) Quality, Health, Safety and Environment, to achieve an objective evaluation and assessment of its Application.
2. The specific points attributable to each Applicant and the maximum allowable for each category are set forth herein in the Criteria as the basis for the objective evaluation and assessment of the Application Bid.
3. The total number of points that each applicant may accumulate in the Criteria in submission of its Application Bid shall be one hundred (100) points.
4. The granting of a License to a prospective bidder shall be at the discretion of OMNIS.



## Section 3: Score Card

Criteria	Description	Weighing factor Maximum Points
<b>Exhibits 1</b>	<b>Financial Strength and Technical Expertise Total Score</b>	<b>15</b>
	Financial Strength	7
	Technical expertise	8
<b>Exhibits 2 and 3</b>	<b>Technical and Financial work program Total Score</b>	<b>83</b>
	Regional Overview	5
	Technical database	10
	Leads & Prospects	7
	First Exploration Phase	5
	Second Exploration Phase	9
	Third Exploration Phase	9
	Sharing of petroleum profit: Percentage (%) of the share	20
	Signature bonus: Signature of the contract \$	4
	Production bonus: Commencement of initial production \$	4
	Training and administration fees	5
	Social projects	2
	Local Content	3
<b>Exhibit 4</b>	<b>Quality, Health, Safety and Environment Total score</b>	<b>2</b>
	Quality, Health, Safety and Environment	2

