

An Roinn Comhshaoil, Aeráide agus Cumarsáide Department of the Environment, Climate and Communications

## **Petroleum and Exploration Development in Ireland**

Report by the Minister for the Environment, Climate and Communications for the six months ended 30 June 2021, in accordance with Section 57 of the *Petroleum and Other Minerals Development, Act 1960*.

Prepared by the Geoscience Regulation Office Department of the Environment, Climate and Communications www.gov.ie/decc

## PETROLEUM EXPLORATION AND DEVELOPMENT IN IRELAND

Report Covering Period 1 January 2021 – 30 June 2021

Report by the Minister for the Environment, Climate and Communications for the six months ended 30 June 2021, in accordance with Section 57 of the *Petroleum and Other Minerals Development Act, 1960*, and the said Section 57 as applied by the *Continental Shelf Act, 1968*.

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**Note:** Block numbers refer to blocks in the Williams Grid.

## **INTRODUCTION**

#### This Report sets out:

- the particulars of all Authorisations granted by the Minister for the Environment, Climate and Communications that were current during the reporting period;
- the amount of money relating to petroleum exploration and development collected by the Minister during the reporting period, and
- other information relating to petroleum exploration and development in Ireland.

## PART ONE PETROLEUM AUTHORISATIONS

#### **PETROLEUM LEASES**

A **Petroleum Lease** vests in the Lessee the exclusive right to produce petroleum from the leased areas.

Lease	Commencement Date	Block Numbers (p) = part block	Area (km²)	Participants (* = Operator)	% Interest
Offshore Petroleum Lease No. 1: Kinsale/Ballycotton	7 May 1970	48/20, 48/25, 49/16 & 49/21	1033.91	PSE Kinsale Energy Limited.	100%
<u>Corrib Petroleum</u> Lease	15 November 2001	18/20(p) & 18/25(p)	29.6694	Nephin Energy Limited Equinor Energy Ireland Limited Vermilion Energy Ireland Limited * Vermilion Exploration and Production Ireland Limited	43.5% 36.5% 18.5% 1.5%
<u>Seven Heads</u> <u>Petroleum Lease</u>	13 November 2002	48/23 (p), 48/24 (p) & 48/29 (p)	87.02	*PSE Seven Heads Limited Island (Seven Heads) Limited	87.5% 12.5%

(p) part block \* operator

## Lease Undertakings

A **Lease Undertaking** gives the Holder the right to a Petroleum Lease over that part of the area covered by the Undertaking.

Undertaking	Licence Period	Block No. ((p) = part_block)	Area (km²)	Participants (* = Operator)	% Interest
Dunmore Lease Undertaking	1 March 2016 – 28 February 2018 (extension under consideration)	50/6(p) & 50/7(p)	15.1778	*Providence Resources PLC Atlantic Petroleum (Ireland) Limited Sosina Exploration Limited Marginal Field Development Co	65.25% 16.50% 8.25% 10%
<u>Helvick Lease</u> <u>Undertaking</u>	1 March 2016 – 28 February 2018 (extension under consideration)	49/9(p)	4.6317	*Providence Resources PLC Atlantic Petroleum (Ireland) Limited Sosina Exploration Limited Lansdowne Oil and Gas Limited Marginal Field Development Co	56.25% 16.50% 8.25% 9% 10%
<u>Old Head of</u> <u>Kinsale Lease</u> <u>Undertaking</u>	1 March 2019 - 28 Feb 2022	49/17, 49/22 & 49/23	40.1434	*Island Expro Limited Company Valhalla Oil and Gas (Porcupine) Limited St. Stephen's Energy Limited	65% 20% 15%
Schull Lease Undertaking	1 March 2019 - 28 Feb 2022	57/1 & 57/2	23.9184	*Island Expro Limited Company Valhalla Oil and Gas (Porcupine) Limited St. Stephen's Energy Limited	62.5% 25% 12.5%

(p) part block \*

\* operator

#### **OFFSHORE PETROLEUM EXPLORATION LICENCES**

A **Petroleum Exploration Licence** vests in the Holder the exclusive right of carrying out exploration for petroleum in a specific licensed offshore area.

**<u>Eighteen</u>** offshore Petroleum Exploration Licences were current during the reporting period. <u>Five</u> of these Licences were subject to the 1992 '*Licensing Terms for Offshore Oil and Gas Exploration and Development*'. <u>Thirteen</u> Licences were subject to the 2007 '*Licensing Terms for Offshore Oil and Gas Exploration and Gas Exploration, Production and Development*'.

A **Standard Exploration Licence** is issued for a period of six years in respect of an area with water depths of up to 200 metres and is subject to an annual rental fee for the first three years of  $\in$ 182 per km<sup>2</sup>, increasing to  $\in$ 365 per km<sup>2</sup> thereafter.

A **Deepwater Exploration Licence** is issued for a period of nine years in respect of areas in which the water depth exceeds 200 metres and is subject to an annual rental fee for the first three years of €91 per km<sup>2</sup>, increasing to €182 per km<sup>2</sup> for years 4 to 6 and €365 per km<sup>2</sup> for the remainder of the licence. There are no extant Deepwater Exploration Licences during the period.

A **Frontier Exploration Licence** may be issued in respect of an area with special difficulties related to physical environment, geology or technology – where such an area is specified and announced by the Minister for the Environment, Climate and Communications as a 'Frontier Area'. This Licence type is valid for a period of not less than twelve years and is comprised of a maximum of four phases. Annual rental during the first phase is €29 per km<sup>2</sup>, €60 per km<sup>2</sup> during the second phase and €121 per km<sup>2</sup> for the remainder of the licence.

Licence	Licence Period	Block No. ((p) = part_block)	Area (km²)	Participants (* = Operator)	% Interest
<u>3/04</u> Frontier	15 November 2004 – 14 November 2025	44/18, 44/23, 44/24, 44/29, & 44/30	1,295.6387	*Eni Ireland BV Repsol Exploracion Irlanda SA Providence Resources Plc Sosina Exploration Limited	36.913% 33.557% 26.846% 2.684%
<u>3/05</u> Frontier	1 July 2005 – 30 June 2022	18/10, 19/1 & 19/6	715.8703	*Island Rockall JV Limited Island Oil & Gas Limited	50% 50%
4/06 Frontier	1 December 2006 – 30 November 2022	27/17 (p), 27/18, 27/22 (p) & 27/23	741.4741	*Island Oil and Gas Limited Lundin Exploration BV	50% 50%

The 1992 & 2007 Terms also provide for an application fee of €9,122 in each case.

(p) part block \* operator

Licence	Licence Period	Block No. ((p) = part_block)	Area (km²)	Participants (* = Operator)	% Interest
1/07 Standard	1 February 2007 – 30 June 2014 (extension under consideration)	41/25 (p), 42/21 (p), 41/30 (p), 42/26 (p), 50/5 (p) & 51/1 (p)	302.2209	Providence Resources Plc.	100%
2/07 Standard	1 February 2007 – 31 January 2013 (Lease Undertaking under consideration)	50/11 (p)	65.3437	*Providence Resources Plc Atlantic Petroleum (Ireland) Limited Sosina Exploration Limited	72.50% 18.33% 9.17%
<u>3/08</u> Frontier	12 March 2008 – 31 December 2022	61/9, 61/10 & 62/6	801.5919	*Island Oil and Gas Limited Supernova Ireland Resources BV	50% 50%
<u>1/11</u> Standard	14 July 2011 – 13 July 2021	48/22(p), 48/23(p),48/24(p), 48/27(p), 48/28(p), 48/29(p) & 48/30(p)	613.9969	*Exola DAC Lansdowne Celtic Sea Limited	80% 20%
<u>1/13</u> Frontier	5 July 2013 – 4 July 2030	44/4(p), 44/5(p), 44/9(p), 44/10, 44/14(p), 44/15(p)	1051.7511	Antrim Exploration (Ireland) Limited	100%
<u>2/13</u> Frontier	5 July 2013 – 4 July 2028	43/9, 43/10(p), 43/14 & 43/15(p).	768.0209	Europa Oil and Gas (Ireland West) Limited	100%
<u>3/13</u> Frontier	5 July 2013 – 4 July 2028	54/1(p), 54/2, 54/6(p) & 54/7.	781.968	Europa Oil and Gas (Ireland East) Limited	100%
5/13 Frontier	13 December 2013 – 12 December 2028	35/25(p), 35/30, 36/21(p), 36/26(p), 44/5(p) and 45/1(p)	712.3241	Woodside Energy (Ireland) Pty Limited	100%
<u>1/17</u> Frontier	1 July 2017 – 30 June 2032	54/3 and 54/8	522.5155	Europa Oil & Gas (Ireland East) Ltd	100%
<u>11/18</u> Frontier	1 April 2018 – 31 March 2033	54/11, 54/12, 54/13, 54/16, 54/17 & 54/18	1578.584	*Woodside Energy (Ireland) Pty Limited Petrel Resources plc	90% 10%
<u>12/18</u> Frontier	1 August 2018 – 31 July 2033	53/29(p), 53/30(p), 54/21, 54/22, 54/26, 54/27 & 61/5(p)	1405.276	Eni Ireland BV	100%
<u>1/19</u> Frontier	1 February 2019 – 31 January 2034	44/14(p), 44/15(p), 44/19, 44/20, 44/25, 45/21 and 45/26	1498.4821	AzEire Limited	100%

(p) part block

\* operator

Licence	Licence Period	Block No. ((p) = part block)	Area (km²)	Participants (* = Operator)	% Interest
2/19 Frontier	1 February 2019 – 31 January 2034	44/2(p), 44/3(p), 44/7(p), 44/8(p), 44/11(p), 44/12, 44/13(p), 44/16(p) and 44/17	1323.5121	*Providence Resources Plc Sosina Exploration Ltd	80% 20%
<u>3/19</u> Frontier	1 July 2019 – 30 June 2034	19/7, 19/8(p), 19/11(p), 19/12(p), 19/16(p) and 19/17	959.7287	*CNOOC Petroleum Europe Limited DNO North Sea (U.K.) Limited	80% 20%
4/19 Frontier	1 August 2019 – 31 July 2034	18/14, 18/15, 18/19 and 18/20 (p)	945.0947	Europa Oil and Gas (Inishkea) Limited	100%

(p) part block \* operator

FEL 11/18 was relinquished with effect from 31 March 2021 FEL 1/04 licence expired 31 December 2020

A **Licensing Option** gives the Holder the first right to an Exploration Licence over all or part of the area covered by the Option.

Option No	Option Period	Block Nos. ((p) = part_block)	Area (km²)	Participants (* = Operator)	% Interest
<u>16/26</u> Offshore	1 July 2016 – 30 June 2018 (follow-on application received)	18/24(p), 18/25(p), 18/29(p) and 18/30(p)	302.4861	*Predator Oil and Gas Ventures Limited Theseus Limited	50% 50%
<u>16/30</u> Offshore	1 December 2016 - 30 November 2019 (follow-on application received)	49/13(p), 49/14(p), 49/15(p), 49/18(p), 49/19, 49/20 and 49/23(p)	799.4052	*Predator Oil and Gas Ventures Limited Theseus Limited	50% 50%

(p) part block

\* operator

## **PETROLEUM PROSPECTING LICENCES**

A **Petroleum Prospecting Licence** is non-exclusive and confers on the Licensee the right to search for petroleum in any area where an Exploration Licence, Reserved Area Licence or Petroleum Lease is not in force.

Licence No.	No. of Years	Licence From	Licensee
1/19	3	23 April 2019	Providence Resources Plc
1/20	2	1 March 2020	Woodside Energy (Ireland) Pty

## PART TWO MONEYS RECEIVED

During the six months ended 30 June 2021 the total amount of all moneys collected by the Minister either by way of rentals under or by virtue of any lease, licence or permit, sale of data, gas storage and application fees was €613,107. Details are as follows:

Rentals	Application fees	Assignments of interest	Sale of Data	Gas storage	Total
€604,058	€0	€0	€9,049	€0	€613,107

#### PART THREE OTHER INFORMATION

# EXPLORATION/APPRAISAL WELLS drilled during the 6 months to 30 June 2021

There were no exploration or appraisal wells spudded during the period 1 January 2021 to 30 June 2021.

# SEISMIC SURVEYS carried out or commenced in the 6 months to 30June 2021

There were no seismic surveys offshore Ireland during the period 1 January 2021 to 30 June 2021.

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