

Restricted

The SNC-2 Project Director
Alcon Nigeria Limited
Plot 17, Trans Amadi Industrial Layout
Port Harcourt.

Postcode: 500272.

28th April 2020.

Our ref: SOKG2- NG01011666 -A- LT-00011

Attention: Mr. Ikenna Onyekonwu

Dear Sir,

COMPANY of Nigeria Limited
Exploration and Production
Eastern Division
NLNG Supplies Project
P O Box 263 Port Harcourt

The Shell Petroleum Development

Nigeria Tel +234 84 420187 Telex +234 (0)84 237127

CONTRACT No. NG01011666 - SOKU NAG COMPRESSION FACILITIES INSTALLATION PROJECT: SNC-2 Project COVID-19- Current Oil Price impact and Supply Chain challenge

As you are aware, the entire world, our country and the industry at large are currently faced with an extraordinary level of turmoil. The events of the COVID-19 pandemic has impacted lives in every part of the globe. The recent unexpected accelerating fall in oil prices, closure of countries borders and decline in global demand due to the novel coronavirus outbreak, combined with rising costs in many areas has heightened existing concerns over spend levels and sustainability across the industry.

In the light of this plight we aim to immediately reduce our ongoing costs significantly. The pressure to review our growth plans, achieve efficiencies and eliminate waste from our supply chain processes and operations is now greater than ever. Hence it will be top priority for Shell Companies in Nigeria to realize these efficiencies in collaboration with you.

Therefore, without compromising the safety and integrity of our operations, we request that you critically and quickly identify effective and achievable opportunities that positively impact and help sustain our joint business endeavors. These opportunities could include operational efficiencies, waste take-out, scope/demand optimization, equipment specification and rate reductions.

It is critical that we take prompt and sustainable action on the above to realize these improvements, hence our contract management team will schedule further engagements with you from the week of 4th May 2020.

We have collectively experienced adversities before, and while each may have different dimensions, we believe that we can always pull through and deliver our strongest performance when we work together.

Thank you for your anticipated cooperation.

Yours faithfully,

For: THE SHELL PETROLEUM DEVELOPMENT COMPANY OF NIGERIA LIMITED

MARTYN TURNER
PROJECT MANAGER, NLNG GAS SUPPLIES