2.2.2 FACILITIES EXPANSION

Four facilities trains of 40 MBPD each will be installed over the remainder of this year and 1995. The first module is expected to start up in June of 1994, the second module by late 1994. Items required for the facilities expansion are as follows:

- · Flow line.
- Facilities gravity separators, water removal, gas compressors.
- Multi-well pads with facilities.
- Transportation/pipelines.
- · Project management.
- · Camp facilities.

2.2.3 PHASE I CONTRACTORS

The general contractor for Phase I is Distral, a Colombian, ASME certified construction/fabrication company, with main offices in Bogota. Distral has a lump sum turnkey (LSTK) contract with BP. Fluor Daniel has been subcontracted by Distral to assist in the design of the Phase I facilities, particularly the pipeline expansion. BP provides Distral with preliminary engineering requirements and a list of BP approved suppliers. Distral is responsible for all purchasing, most of which is done through their purchasing agents, Lancaster-Distral. To date, about 98% of Phase I purchasing has been completed. The majority of pipe has been purchased from Japan.

2.3 CUSIANA/CUPIAGUA PHASE II

Initial engineering studies are being carried out at this time by BP and its' partners. The following five companies have been requested to bid on the preliminary design work. The company winning the bid, however, will not be allowed to bid on the phase II contract for the General Contractor.