

PETROPERÚ UNDERTAKES NATURAL GAS CONCESSION IN SOUTHWESTERN REGION OF PERU

Lima, Peru, December 29, 2020 – **Petróleos del Perú S.A. “Petroperú” (OTC:PETRPE)** announced that in compliance with the Supreme Decree No. 029-2020-EM, it has undertaken as of December 19, 2020, the Concession of the Natural Gas Distribution System in the Southwest by a Pipeline Network, for a period of up to three years.

PETROPERÚ will undertake, on temporary basis, the administration of this concession in order to guarantee the continuity of the provision of the public service of natural gas distribution of the Arequipa, Moquegua and Tacna regions. The resources required for the execution of this special entrustment are provided by the Ministry of Energy and Mines, which implies that PETROPERÚ will not assume any expenses.

About Petroperú

Established in 1981 as a Public Limited Company pursuant with Legislative Decree No 43 (founded in 1969), Petroperú is the largest hydrocarbon corporate entity in Peru in terms of total sales and the largest enterprise of the Peruvian sovereign (100% owned by Peru). It is also Peru’s second largest refiner in terms of refining volume capacity and form a critical part of the country’s energy infrastructure and economy. It has the largest distribution network for crude oil and refined products in the country, and it is the sole provider of refined products to certain areas of Peru. It is also the owner and operator of Peru’s main oil pipeline, the “Nor Peruano Pipeline”, which links the crude oil production fields in the northern rainforest of Peru with our facilities in the Port Bayovar near our Talara Refinery. Their business is comprised primarily of midstream and downstream petroleum activities, including: the refining and blending of crude and intermediate hydrocarbon products, the distribution and sale of refined products through our wholesale distributors and associated retail service stations and direct sales, the transportation of crude through the Nor Peruano Pipeline, and the leasing of certain of our facilities to third parties.