

Press Release



PETROPERÚ RECEIVES TWO BIDS FOR THE CONSTRUCTION OF AUXILIARY UNITS OF THE TALARA REFINERY MODERNIZATION PROJECT

Lima, Peru, December 13, 2017 – Petroperú (OTC:PETRPE) announced yesterday that, in accordance with the timeline established in the public bidding process, it received two proposals for the detailed engineering, procurement and construction (EPC) of the auxiliary units and complementary works (UA&TC) for the Talara Refinery Modernization Project ("PMRT").

At a public event in which Petroperú must receive and review all submitted proposals, the two companies that participated were: 1) CONSORCIO COBRA-SCL UA&TC ("Cobra"), which is comprised of the pre-qualified suppliers Cobra Instalaciones y Servicios S.A., and Sinohydro Corporation Limited; and 2) CONSORCIO ISFC TALARA ("ISFC Talara"), which is comprised of Integrated Solutions Services Inc., Sacyr Fluor S.A. and Sacyr Industrial S.L.U. – COSAPI S.A. Both suppliers technically qualified and submitted their proposals, which will be subject to subsequent verification in accordance with the rules of the process.

Cobra submitted a commercial proposal for USD 936,589,527.55 (nine hundred and thirty six million five hundred and eighty nine thousand five hundred and twenty-seven and 55/100 US dollars), and ISFC Talara submitted a proposal for USD 1,169,718,874.51 (one thousand and one hundred and sixty-nine million seven hundred eighteen thousand eight hundred seventy-four and 51/100 US dollars). The two proposals consider the upgrade to EURO 6 fuel quality standards.

The public event was attended by members of the Special Committee of the aforementioned process, chaired by Esteban Bertarelli Bustamante, Chief Executive Officer of Petroperú, Jorge Almestar Mauricio, Refining Talara Manager and Guillermo Bergelund Seminario, Supply Chain Manager. Also, in attendance was public notary, Dr. Alfredo Paino Scarpati.

It is important to mention that the commercial proposals are subject to the corresponding assessments and the approval of Petroperú's Board of Directors. The results will be announced no later than December 18, 2017.

Furthermore, for the purpose of transparency, Petroperú will announce, in the shortest time possible, the total amount of the investment in infrastructure and financial expenses of the PMRT.