

25.03.2021 – 15:00 Uhr

## **EANS-Public Payment: OMV Aktiengesellschaft / Report on payment to government agencies according to art. 128 Stock Exchange Act**

-----  
Public Payment transmitted by euro adhoc with the aim of a Europe-wide distribution. The issuer is responsible for the content of this announcement.  
-----

Section 267c of the Austrian Commercial Code (UGB) requires that large undertakings and public interest entities that are active in the extractive industry or logging of primary forests prepare the following consolidated report on payments to governments. This section implements Chapter 10 of EU Accounting Directive (2013/34/EU). The "Basis of preparation" paragraph provides information to the reader about the contents of the report. This also includes information on the type of payment for which disclosure is required and how OMV has implemented the regulations in the preparation of the report.

### **Basis of preparation**

#### **Reporting entities**

Under the requirements of the regulation, OMV Aktiengesellschaft is required to prepare a consolidated report covering payments made to governments for each financial year in relation to extractive activities by itself and any subsidiary undertakings included in the consolidated Group financial statements.

#### **Activities within the scope of the report**

Payments made by the OMV Group (hereafter OMV) to governments that arose from exploration, prospection, discovery, development and extraction of minerals, oils and natural gas deposits or other materials within extractive activities are presented in this report.

#### **Government**

A "government" is defined as any national, regional or local authority of a country and includes a department agency or entity undertaking that is controlled by the government authority and includes national oil companies.

In cases where a state-owned entity engages in activities outside of its designated home jurisdiction, then it is not deemed to be a reportable governmental body for these purposes and thus payments made to such an entity in these circumstances are not reportable.

#### **Project definition**

The regulation also requires payments to be reported on a "project" basis as well as on a government and governmental body basis. A project is defined as the operational activities that are governed by a single contract, license, lease, concession or similar legal agreement and form the basis for payment liabilities to the government. Where these agreements as per the aforementioned definition are substantially interconnected, these agreements are treated for the purpose of these regulations as a single project.

"Substantially interconnected" is defined as a set of operationally and geographically integrated contracts, licenses, leases or concessions or related agreements with substantially similar terms that are signed with a government, giving rise to payment liabilities. Such agreements can be governed by a single contract, joint venture agreement, production sharing agreement or other overarching legal agreement.



There may be instances - for example, corporate income taxes, where it is not possible to attribute the payment to a single project and therefore these payments are shown at the country level.

#### Cash and payments in kind

In accordance with the regulation, payments have to be reported on a cash basis. This means that they are reported in the period in which they are paid and not in the period in which they are accounted for on an accruals basis.

Refunds are also reported in the period in which they are received and will either be offset against payments made in the period or be shown as negative amounts in the report.

Payments in kind made to a government are converted to an equivalent cash value based on the most appropriate and relevant valuation method for each payment type. This can be at cost or market value and an explanation is provided in the report to help explain the valuation method. Where applicable, the related volumes are also included in the report.

#### Payment reporting methodology

The regulations require that payments are to be reported where they are made to governments by OMV. It is required that the report reflect the substance of each transaction and activity. Based on these requirements, OMV has considered its reporting obligation as:

- \* Where OMV makes a payment directly to the government, these payments will be reported in full, irrespective of whether this is made in the sole capacity of OMV or in OMV's capacity as the operator of a joint operation.
- \* In cases where OMV is a member of a joint operation for which the operator is a state-owned entity (i.e. a government), payments made to that state-owned entity will be disclosed where it is possible to identify the reportable payment from other cost recovery items.
- \* For host government production entitlements, the terms of the agreement have to be considered; for the purpose of reporting in this report, OMV will disclose host government entitlements in their entirety where it is the operator.

#### Materiality

Payments made as a single payment or a series of related payments that are below EUR 100,000 within a financial year are excluded from this report.

#### Reporting currency

Payments made in currencies other than euros are translated for the purposes of this report at the average rate of the reporting period.

#### Payment types disclosed

##### Production entitlements

Under production sharing agreements (PSAs), the host government is entitled to a share of the oil and gas produced and these entitlements are often paid in kind. The report will show both the value and volume of the government's production entitlement for the relevant period in barrels of oil equivalent (boe).

The government share of any production entitlement will also include any entitlements arising from an interest held by a state-owned entity as an investor in projects within its sovereign jurisdiction. Production entitlements arising from activities or interests outside of a state-owned entity's sovereign jurisdiction are excluded.



## Taxes

Taxes levied on income, production or profits of companies are reported. Refunds will be netted against payments and shown accordingly. Consumption taxes, personal income taxes, sales taxes, property taxes and environmental taxes are not reported under the regulations. Although there is a tax group in place, the reported corporate income taxes for Austria relate entirely to the extractive activities in Austria of OMV's subsidiaries, with no amounts being reported relating to OMV's non- extractive activities in Austria.

## Royalties

Royalties relating to the extraction of oil, gas and minerals paid to a government are to be disclosed. Where royalties are paid in kind, the value and volume are reported.

## Dividends

In accordance with the regulations, dividends are reported when paid to a government in lieu of production entitlements or royalties. Dividends that are paid to a government as an ordinary shareholder are not reported, as long as the dividends are paid on the same terms as that of other shareholders.

For the year that ended December 31, 2020, OMV had no such reportable dividend payments to a government.

## Bonuses

Bonuses include signature, discovery and production bonuses in each case to the extent paid in relation to the relevant activities.

## Fees

These include license fees, rental fees, entry fees and all other payments that are paid in consideration for access to the area where extractive activities are performed.

The report excludes fees paid to a government that are not specifically related to extractive activities or access to extractive resources. In addition payments paid in return for services provided by a government are also excluded.

## Infrastructure improvements

The report includes payments made by OMV for infrastructural improvements, such as the building of a road or bridge that serves the community, irrespective of whether OMV pays the amounts to non-government entities. These are reported in the period during which the infrastructure is made available for use by the local community.

## Payments overview

The overview table below shows the relevant payments to governments that were made by OMV in the year that ended December 31, 2020. Of the seven payment types that are required by the Austrian regulations to be reported upon, OMV did not pay any dividends, bonuses or infrastructure improvements that met the defined accounting directive definition and therefore these categories are not shown.

Payments overview						
in EUR 1,000						
	Production	Taxes	Royalties	Fees	Total	
	Entitlements					
Country						
Austria	-	(3,227)	42,539	-	39,312	
Kazakhstan	-	11,138	-	835	11,973	
Malaysia	147,548	24,479	47,569	12,341	231,937	



Kazakhstan_____							
in_EUR_1,000_____							
	Production	Taxes	Royalties	Fees	Total		
_____	Entitlements _____	_____	_____	_____	_____	_____	_____
Governments _____	_____	_____	_____	_____	_____	_____	_____
State Revenue	-	11,138	-	226	11,364		
Committee _____	_____	_____	_____	_____	_____	_____	_____
Training							
centers	-	-	-	76(1)	76		
universities _____	_____	_____	_____	_____	_____	_____	_____
Licenced							
Research and	-	-	-	533(2)	533		
Development							
Organisations _____	_____	_____	_____	_____	_____	_____	_____
Total _____	-	11,138	-	835	11,973		
_____	_____	_____	_____	_____	_____	_____	_____
Projects _____	_____	_____	_____	_____	_____	_____	_____
Tasbulat,							
Turkmenoi,	-	4,100	-	570	4,670		



Aktas						
Komsomolskoe		7,038		265		7,303
Total		11,138		835		11,973

- (1) Financing of various expenses with regard to university training centers as agreed within the concession agreement
- (2) Various expenses with regards to research and development works

Malaysia						
in EUR 1,000						
	Production	Taxes	Royalties	Fees	Total	
	Entitlements					
Governments						
Petroliam Nasional Berhad	59,870(1)	-	47,569(3)	10,164	117,603	
Ketua Pengarah	-	24,479	-	185	24,663	
Hasil Dalem Negeri						
Petronas						
Carigali SDN BHD	87,679(2)	-	-	1,992	89,671	
Total	147,548	24,479	47,569	12,341	231,937	
Projects						
Block PM323/ PM329	66,232(4)	6,630	12,390(6)	4,786	90,037	
Block AAKBNLP/PM318	-	3,915	-	3,381	7,295	
Block SK408/ SK310	81,317(5)	13,935	35,179(7)	4,174	134,605	
Total	147,548	24,479	47,569	12,341	231,937	

- (1) Includes payments in kind for 2,137,244 bbl of crude oil valued using the average monthly price per boe
- (2) Includes payments in kind for 4,761,603 bbl of crude oil valued using the average monthly price per boe
- (3) Includes payments in kind for 2,748,949 bbl of crude oil valued using the average monthly price per boe
- (4) Includes payments in kind for 1,667,523 bbl of crude oil valued using the average monthly price per boe
- (5) Includes payments in kind for 5,231,324 bbl of crude oil valued using the average monthly price per boe
- (6) Includes payments in kind for 313,634 bbl of crude oil valued using the average monthly price per boe
- (7) Includes payments in kind for 2,435,315 bbl of crude oil valued using the average monthly price per boe

Norway						
in EUR 1,000						
	Production	Taxes	Royalties	Fees	Total	
	Entitlements					
Governments						
Oljedirektoratet				3,031	3,031	
Skatteetaten		62,563		34	62,598	
Miljodirektoratet				10	10	
Total		62,563		3,076	65,639	
Projects						
Gulfaks		95			95	







Offshore						
Operations						
Regulatory	-	-	-	573	573	
Authority						
(ACROPO)						
Total			141,327	120,777	26,552	288,657
Projects						
Onshore						
production	-	-	91,846	22,242	114,088	
zones						
Onshore						
Joint	-	-	1,051	-	1,051	
Operations						
Offshore	-	12,617	27,880	714	41,211	
Black Sea						
Payments not						
attributable	-	128,710	-	3,596	132,306	
to projects						
Total			141,327	120,777	26,552	288,657

Tunisia						
in EUR 1,000						
Production						
Taxes						
Royalties						
Fees						
Total						
Entitlements						
Governments						
Receveur des	-	3,365	-	-	3,365	
Finances						
Receveur des	-	122	-	-	122	
Douanes						
Entreprise						
Tunisienne	-	-	2,544(1)	-	2,544	
d'Activites						
Petrolieres						
Total			3,487	2,544	-	6,031
Projects						
South Tunisia			3,487	2,544(1)	-	6,031
Total			3,487	2,544	-	6,031

(1) Includes payments in kind for 75,057 bbl of crude oil valued using the average monthly price per boe

United Arab Emirates						
in EUR 1,000						
Production						
Taxes						
Royalties						
Fees						
Total						
Entitlements						
Governments						
Abu Dhabi						
National Oil	-	-	-	836	836	
Company						
(ADNOC)						
Emirate of						
Abu Dhabi -	-	22,195	72,525	-	94,720	
Finance						
Department						
Total			22,195	72,525	836	95,556
Projects						
Umm Lulu und	-	22,195	72,525	836	95,556	
SARB						
Total			22,195	72,525	836	95,556



-----						
Yemen-----						
in_EUR_1,000-----						
Production  Taxes  Royalties  Fees  Total						
----- Entitlements ----- ----- ----- -----						
Governments----- ----- ----- ----- ----- -----						
Ministry of   35,945(1)   -   3,421(2)   263   39,628						
Oil_&_Minerals ----- ----- ----- ----- -----						
Total----- _35,945_ _--'-_ _3,421_ _263_ _39,628_						
Projects----- ----- ----- ----- ----- -----						
Block_S2----- _35,945(1) _--'-_ _3,421(2) _263_ _39,628_						
Total----- _35,945_ _--'-_ _3,421_ _263_ _39,628_						

(1) Includes payments in kind for 1,003,699 boe valued at prices set by the Yemen Crude Oil Marketing Directorate

(2) Includes payments in kind for 95,515 boe valued at prices set by the Yemen Crude Oil Marketing Directorate

Vienna, March 10, 2021  
The Executive Board

Rainer Seele m.p.  
Chairman of the Executive Board and Chief Executive Officer

Johann Pleininger m.p. Deputy Chairman of the Executive Board and Chief Upstream Operations Officer

Reinhard Florey m.p.  
Chief Financial Officer

Thomas Gangl m.p.  
Chief Downstream Operations Officer

Elena Skvortsova m.p.  
Chief Commercial Officer

Further inquiry note:  
OMV Aktiengesellschaft

Andreas Rinofner, Public Relations  
Tel.: +43 (1) 40 440-21357; e-mail: public.relations@omv.com

Florian Greger, Investor Relations  
Tel.: +43 (1) 40 440-21600; e-mail: investor.relations@omv.com

end of announcement                      euro adhoc

-----

issuer: OMV Aktiengesellschaft  
Trabrennstraße 6-8  
A-1020 Wien

phone: +43 1 40440/21600  
FAX: +43 1 40440/621600  
mail: investor.relations@omv.com  
WWW: http://www.omv.com  
ISIN: AT0000743059  
indexes: ATX  
stockmarkets: Wien  
language: English



Original content of: OMV Aktiengesellschaft, transmitted by news aktuell

Diese Meldung kann unter <https://www.presseportal.de/en/pm/25311/4873853> abgerufen werden.