

23 June 2009

## Gasol

Year End	Revenue (£m)	PBT* (£m)	EPS* (p)	DPS (p)	P/E (x)	Yield (%)
03/08	0.0	(0.4)	(0.1)	0.0	N/A	N/A
03/09e	0.0	(4.0)	(0.4)	0.0	N/A	N/A
03/10e	0.0	(4.0)	(0.4)	0.0	N/A	N/A

Note: \* PBT and EPS are normalised, excluding goodwill amortisation and exceptional items.

## Investment summary: Rights to first gas in Equatorial Guinea

Gasol today announced that through its joint venture with SONAGAS, the national gas company of Equatorial Guinea, it has obtained rights to its first gas assets in block B (Zafiro development) in Equatorial Guinea. There is no upfront payment by Gasol; AFGAS (Gasol's majority shareholder) has assigned its shareholding and rights in SONAF to Gasol under an agreement signed recently. The company estimates total revenue of \$1.8bn from the project at a cost of around \$500m.

The objective of the partnership between Gasol and SONAGAS is to develop gas commercialisation projects and associated infrastructure in Equatorial Guinea, eliminating gas flaring and increasing gas related products. Wood Mackenzie estimates that associated gas reserves in the Zafiro complex are between 500-750 billion cubic feet. A gas commercialisation project for this field is expected to have output of LNG of 0.3-0.7 million tons pa and LPG/NGL of 2,500-6,000 barrels per day at a cost of \$500m.

Equatorial Guinea is targeting a doubling of output and SONAGAS, along with its partners, is aiming to complete a gas master plan by the end of summer. From its first LNG train at the Punta Europe terminal established in 2007, the country currently produces 3.7m tonnes of LNG and the consortium has ambitious plans to add at least one more train once the master plan has been agreed.

Price 2.62p  
Market Cap £27m

## Share price graph



## Share details

Code GAS  
Listing AIM  
Sector Oil & Gas  
Shares in issue 1,043.4m

## Price

52 week High Low  
7.3p 0.4p

## Business

Gasol is an Africa-focused gas independent. The company aims to monetise gas reserves in sub-Saharan Africa by aggregation, liquefaction and shipment to high-value markets worldwide.

## Analyst

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