

ESHIA public meeting notes

Date	27.11.03
Time	18.00-20.00
Settlement	Nogliki
Location	Cultural Center
Number of attendees	40

1. Could you tell us about training program? Will you collect people from north districts and whom we should apply to?

All information will be placed on the notice board to be installed in all districts. They will be installed in public places and regularly updated with data on employment, vacancies contractors have, the Project news, etc. Also, boxes will be installed there and people could put their questions and requests into them. Weekly they will be checked by CLO. The program of professional training has just been started. Therefore next part of students will be collected in February, it will be bigger than first one. People from various districts will be collected for training, therefore track information.

2. Could you comment on a herring kill in Piltun bay in 1999?

Scientists verified that the herring kill was caused by ice and snow jam, that is natural reason. Oil production on the platform was started in July 1999, but the herring kill took place in June. So, timeline is not matching.

3. How are going to cooperate with employment agency?

Contractors will cooperate with employment agency with regard to available vacancies.

4. We would like the Company paid more attention to schools and graduates in order to educationally guide young people and show them perspectives of work in oil industry? What the Company is doing in this regard right now?

Today we had a meeting with students of Nogliki high school and if you are interested in that issue we are ready to conduct a similar meeting in your school (No.2). A few words about the program on grants for graduates. Every advanced student participating in social life can apply for a grant including payment for education or scholarship. Grants are issued on the basis of testing on basic subjects, English, IT, and interviewing. Last year 15 of 60 applications were selected and one of them was from Nogliki.

5. (Chief sanitary officer) I would like to mention some thoughts on public meetings held.

- **It is not serious for such a well-established company to cancel meeting when a lot of people came.**
- **Can contractors carry out their activity here without a permit of sanitary agency? Let them show copies of them if available.**
- **What municipal facilities/structures did the Company invest?**

1. The matter is that we failed to fly to Okha because of weather conditions and no tickets to Nogliki were available then. However, our specialists arrived to Nogliki and visited all specialists we individually invited in order to apologise and cancel the meeting. We visited 23 places. Unfortunately, the meeting was cancelled and we apologise for that once again.
2. It is contractors' right to choose the way they carry out their activities, this question should be discussed individually.
3. In fact you should distinguish what the Company is doing from what is within the authority of local authorities. We upgraded roads and bridges. The Company is not able to repair everything.

6. Could you tell us about social programs conducted by the Company? In reality nothing was done on those grants.

We perform an assessment of work done by grant recipients on the projects. If the Company issued a grant it does not mean that it will carry out the work money were granted for. We can just check how the work is being done.

7. What can be actually done in the North on the basis of the 30,000 grant? It's ridiculous.

This is a program of small grants. The grants are issued to initiative persons and groups in the above amount. The type of activity should be selected to meet the above amount. Besides, engage other financing sources and establish partnership.

8. How does the Company monitor the compliance with environmental and sanitary requirements?

Second phase of the Project includes several subprojects: OPF, LNG, pipelines. Work under each of the sub-projects is carried out by general contractor, who has its own subcontractors. Each contractor working for Sakhalin Energy has a program of monitoring environmental and social conditions, safety and health. It means that they **must** exercise such control. Upon surveys had been conducted all measures to minimise impact on environment were taken. In some cases we had to change technical solutions, for example, different ways of river crossings were developed.

9. How safety requirements during the airport construction were complied with?

Mainly, these works are carried out by Exxon, our company is investing these works. So you can contact a representative of that company.

10. What subcontractors work for general contractors?

BETS: SMU-4, Burkas (pile driving), OOO Lesnoy – forest clearing of site. Contract terms: OOO Lesnoy almost completed its activity on forest clearing, but we are planning to use it for other works till the end of the Project; Burkas will continue works till the end of the next year, excavation works will be continued till February-March 2004.

Starstroj: SMU-4, Vostoknefteprovodstroj, Kontrakt

11. We have complaints with regard to quality of works performed by Kontrakt.

You can use the grievance procedure available in the Company. Sergey Kamelin and Lyudmila Anorova can tell you about it in details.

12. (Representative of initiative group) Incidentally we got to know about that meeting, otherwise we would bring more group members. The matter is that we are flatly against pipeline construction under the ground, as we know about construction of a similar pipeline in Alaska.

On the basis of surveys performed the Company is sure that such way of pipeline construction is the most safe. As for Alaska pipeline, only one third of its length was laid above the ground, because it was constructed in permafrost conditions. But where possible it was constructed under the ground.

13. (Romanov, District Assembly Deputy) Is company investing in the development of medicine and law enforcement agencies?

The Company performed an assessment of hospitals and selected three of them – in Nogliki, Poronaisk, and Yuzhno-Sakhalinsk. During our presentation we told you about health care upgrading program. As for law enforcement agencies this issue is within authority of local authorities.

14. Which way will river crossing be done?

You can find additional information in hands-out materials. Besides, we can show you them on slides. Most of the rivers will be crossed by means of the method of wet trench. Rivers of high fishing value will be crossed by means of the method of directional drilling without impact on river channel.

15. Does the Company cooperate with local museum of regional ethnography?

Cooperation is carried out in the direction explained in the presentation.