



ALGERIA BID ROUND

2026 BY ALNAFT

A NEW ERA OF OPPORTUNITIES

ALGERIAN HYDROCARBON LAW

Law n°19-13 of 11th December 2019

governing hydrocarbon activities



Introduction to Hydrocarbon Law

The Law No, 19-13, governing hydrocarbon activities, in Algeria highlights:



the sector organization, and stakeholders involved in the sector.

Sector Organization

Hydrocarbon Activities

The Activities covered by the hydrocarbon law.

Hydrocarbon Contracts

the Hydrocarbon Contracts aiming to enhance understanding of the complex legal landscape that shapes the industry.

Sector Organization



**National Agency for the
Valorization of Hydrocarbon
Resources**



**Hydrocarbon Regulatory
Authority**

**MINISTRY
OF HYDROCARBONS**



سوناطراك



sonatrach

**National Oil
Company**



International Oil Companies

HYDROCARBON ACTIVITIES



Upstream Activities

Prospection, exploration and production activities.



Downstream Activities

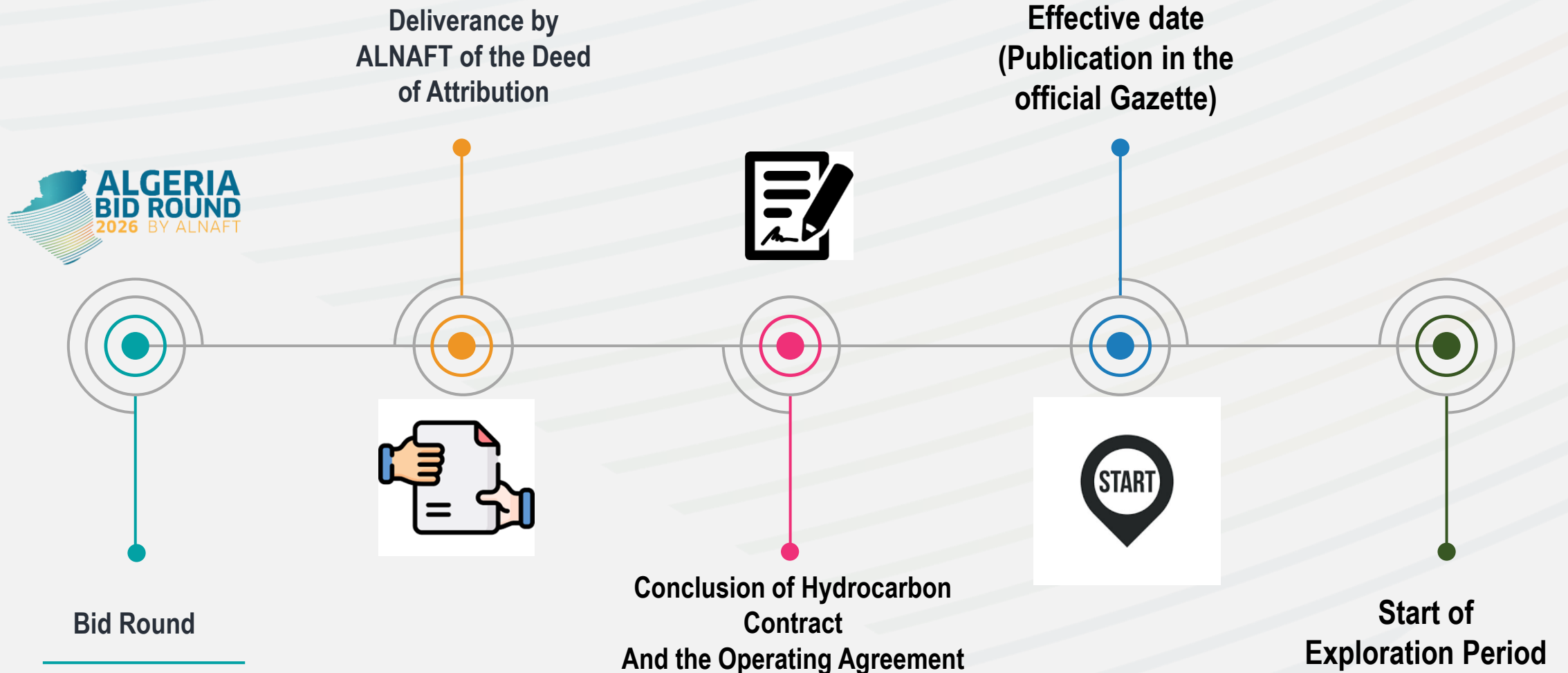
Pipeline transport, refining, and processing activities, including the manufacture of lubricants and the regeneration of used oils, storage, commercialization and distribution.



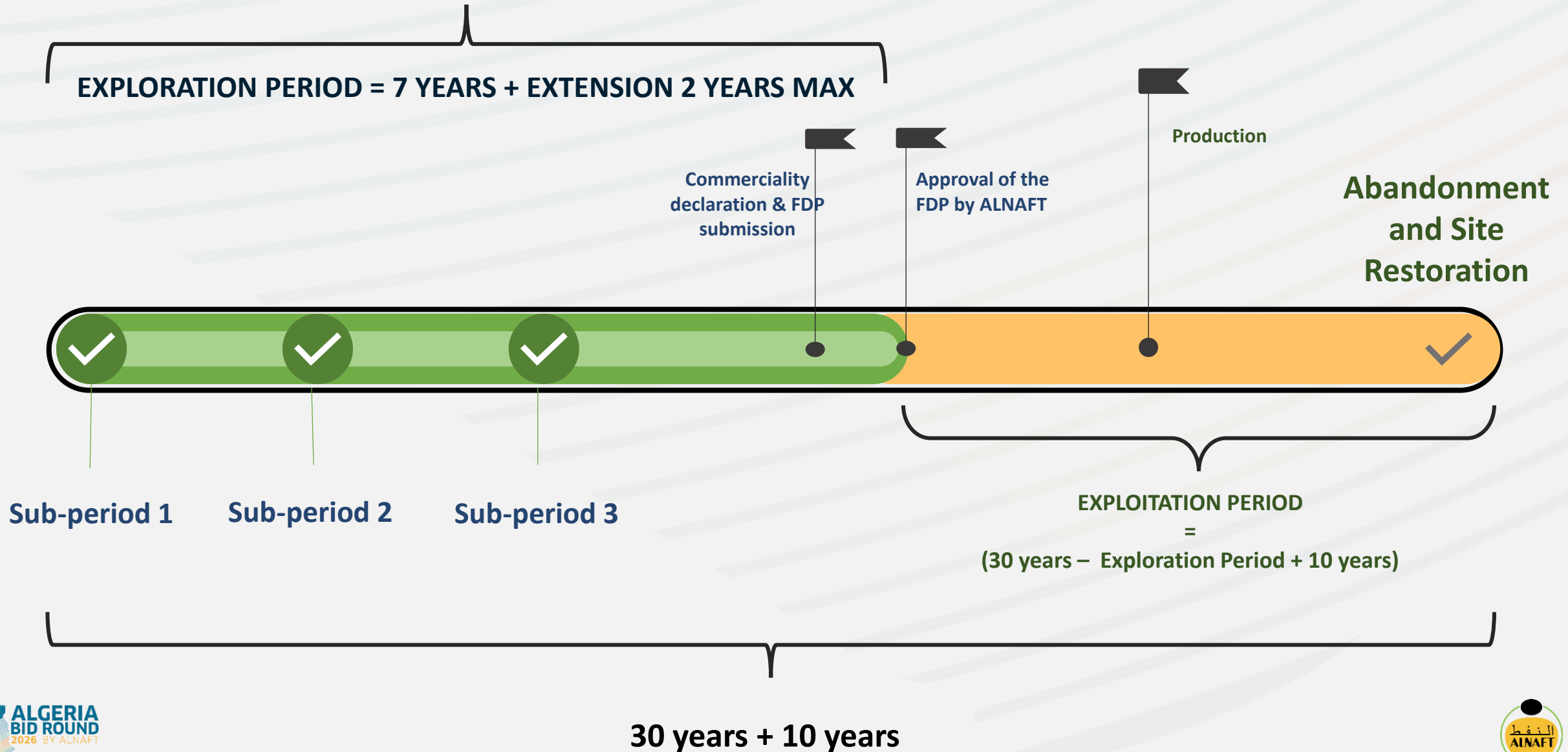
Environmental protections

which aim to balance economic growth with sustainability.

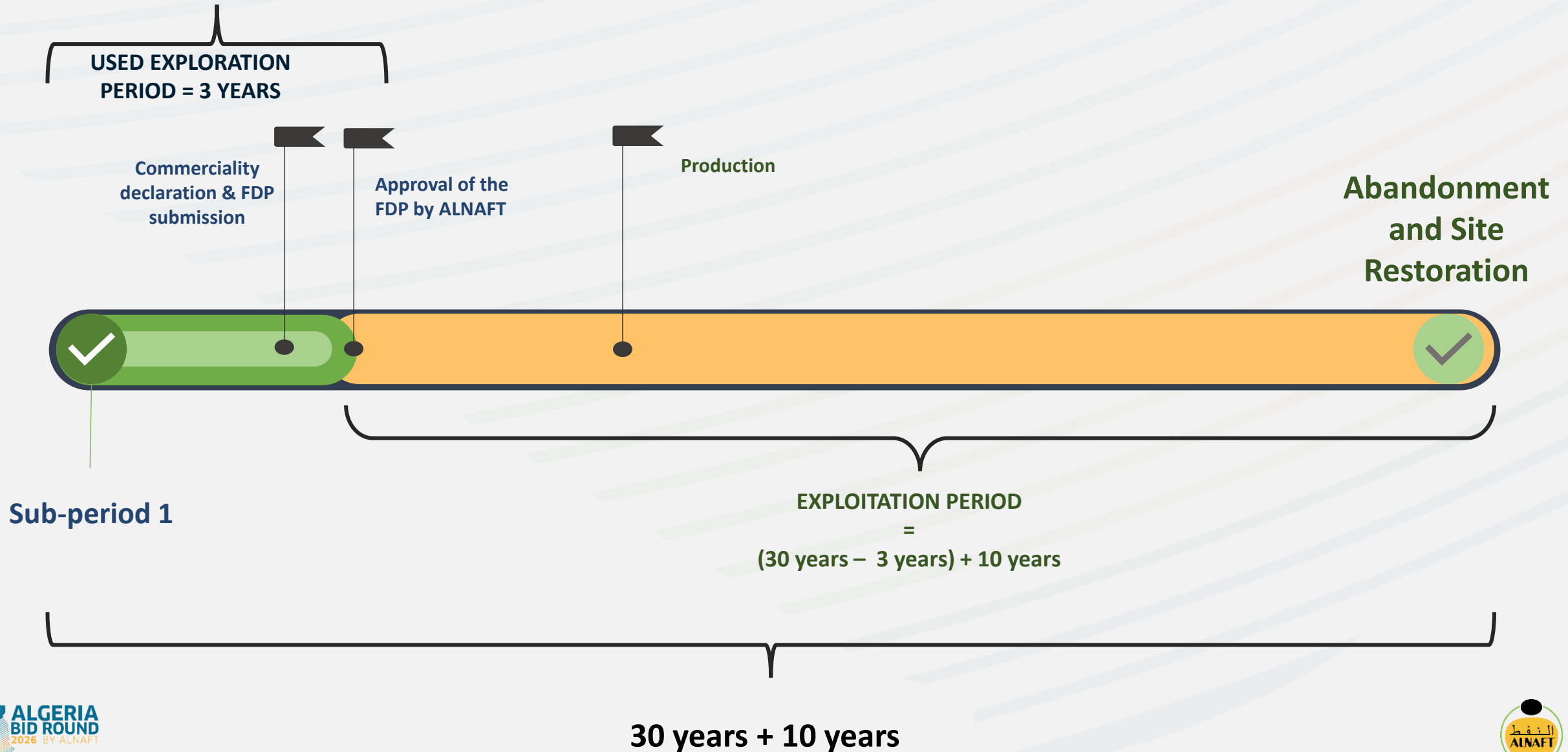
Hydrocarbon contract conclusion process



Hydrocarbon Contract Execution Process

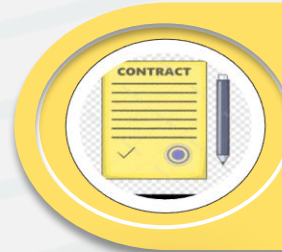
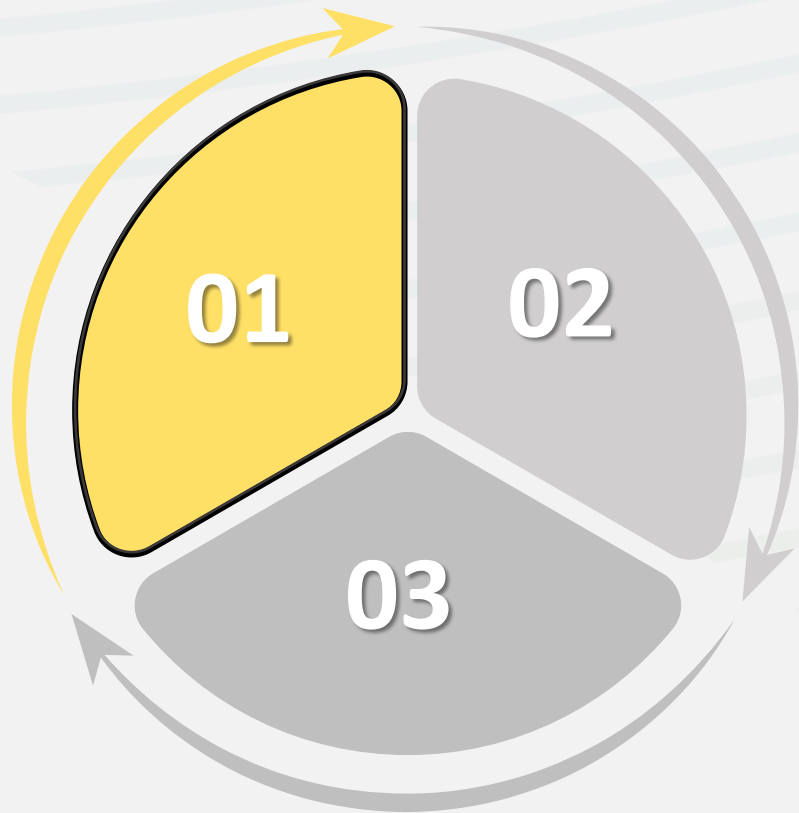


Hydrocarbon Contract Execution Process (Example)



Hydrocarbon Contracts

Forms



Participation Contract



Financing : The financing of upstream operations is provided by the contracting parties up to their participation rates, with a minimum rate of participation for the national oil company of 51%.



Property of the hydrocarbons : The extracted hydrocarbons become, at the measurement point, the property of the contracting parties



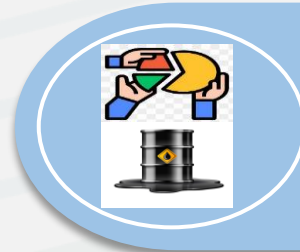
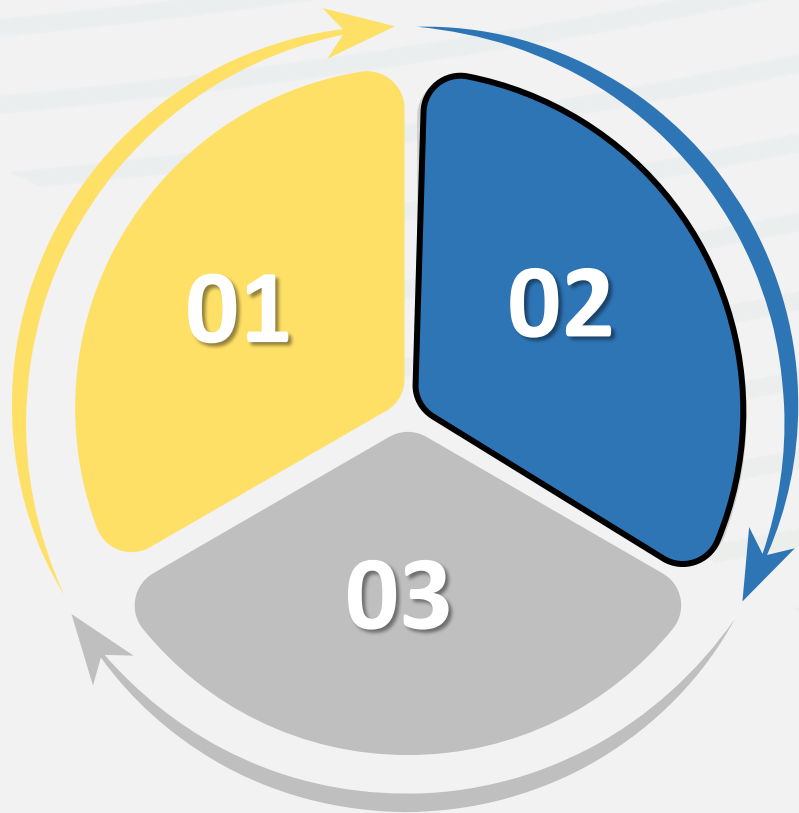
Property of installations : The installations carried out within the framework of the execution of the participation contract are the property of the contracting parties



Taxation : Taxation is paid by the contracting parties in proportion to their participation rates, with the exception of income tax which will be paid by each person constituting the contracting parties.

Hydrocarbon Contracts

Forms



Production Sharing Contract



Financing : the foreign co-contractor finances the upstream operations. However, the national oil company has the option to participate in the financing.



Property of the hydrocarbons : the extracted hydrocarbons become, at the measurement point, the property of the national company, the foreign co-contractor has, at the delivery, his share of production for the reimbursement of cost oil and for the profit oil.

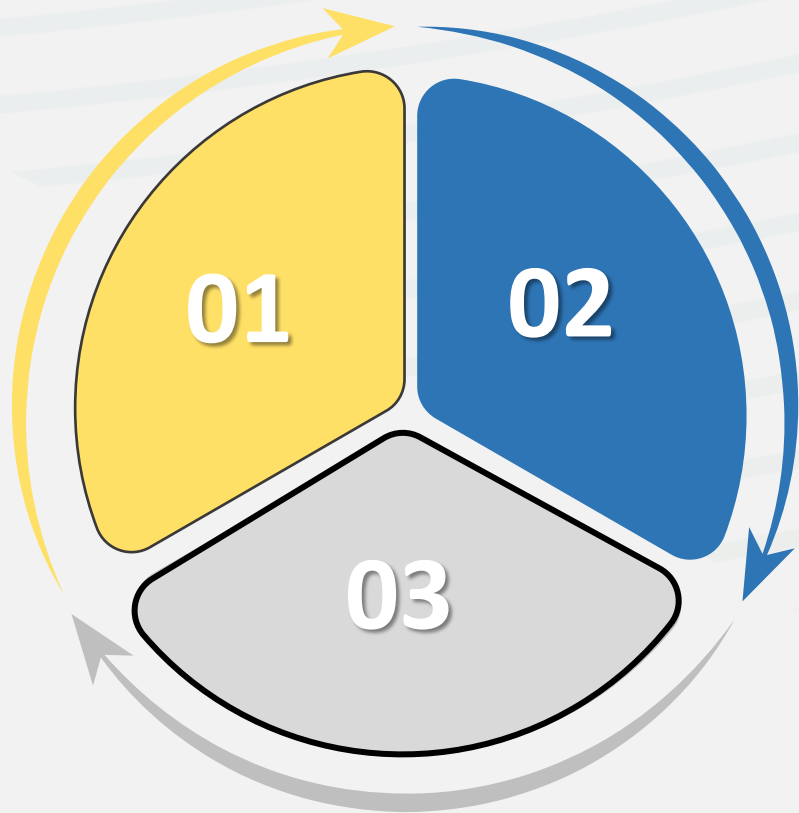


Property of installations : The installations carried out within the framework of the execution of the production sharing contract are the property of the national oil company



Taxation : Taxation is paid by the national oil company, except for the tax on remuneration which is payable by the foreign co-contractor.

Hydrocarbon Contracts Forms



Risk Services Contract



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