TEHRAN SUMMIT
The Introduction of New Iran Petroleum Contracts – IPC
Tehran – 2015

Oil Sector Investment and Iranian Economic Development

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28-29 November 2015 - Tehran
Agenda

1. Importance of Oil Sector in the Iranian Economic Development

2. Islamic Republic of Iran’s New Policies on Oil and Gas Sector Development

3. Iran Economic Outlook in Post Sanction Era
Importance of Oil Sector in the Iranian Economic Development

Iran GDP (Constant 2005 US$)
Importance of Oil Sector in the Iranian Economic Development

Oil Sector Share in Total GDP

Oil sector share in GDP has always been more than 10% and the share will increase after sanctions removal.
Importance of Oil Sector in the Iranian Economic Development

Share of Oil Revenue in Government Budget

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Importance of Oil Sector in the Iranian Economic Development

Share of Oil Revenue in Total Export

- 28-29 November 2015 - Tehran
Total Oil Production

2015 Data:
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Oil Revenue fluctuation Impact on Iranian Economic Growth

Iranian Annual Economic Growth Rate Versus Oil Revenue Growth Rate

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Although the size of oil sector has been more than 10% of GDP for Decades, Investment in the sector has been less, continuously.
# Investment in Oil Sector

<table>
<thead>
<tr>
<th>Sector</th>
<th>Share in Total Investment During the last 24 Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>Agriculture</td>
<td>4%</td>
</tr>
<tr>
<td>Oil</td>
<td>5%</td>
</tr>
<tr>
<td>Industry</td>
<td>21%</td>
</tr>
<tr>
<td>Services</td>
<td>70%</td>
</tr>
</tbody>
</table>
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Islamic Republic of Iran’s New Policies on Oil and Gas Sector Development

سیاست‌های کلی اقتصاد مقاومتی
General policies of the resilient economy

14 - افزایش ذخایر راهبردی نفت و گاز کشور به منظور اثرگذاری در بازار جهانی نفت و گاز و تأکید بر حفظ و توسعه ظرفیت‌های تولید نفت و گاز، بویژه در میادین مشترک.

14 - Increasing the country’s oil & gas strategic reserves in order to influence the global gas & oil market and putting an emphasis on maintaining and developing the oil & gas production capacities especially in the joint fields.

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Islamic Republic of Iran’s New Policies on Oil and Gas Sector Development

General policies of the sixth development plan (2016-2021)

- Supporting the establishment of non-governmental companies for investment in exploration operations and not ownership, exploiting and developing the country’s oil & gas fields especially the joint fields within the framework of the 44th article’s general policies.

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Islamic Republic of Iran’s New Policies on Oil and Gas Sector Development

15- Transferring the harness, control and exploitation plans of the associated gas in all the oil fields and the oil industry establishments to the public.
Islamic Republic of Iran’s New Policies on Oil and Gas Sector Development

17- Making the oil & gas upstream and downstream industries knowledge - based through establishing and strengthening knowledge - based companies for designing, engineering, building, installing equipment and transferring technology in order to increase self-sufficiency.
Islamic Republic of Iran’s New Policies on Oil and Gas Sector Development

General policies of the sixth development plan (2016-2021)

18 - Continual increase of recovery factor and ultimate recovery from oil & gas reservoirs.

2016-2021}
Islamic Republic of Iran’s New Policies on Oil and Gas Sector Development

Promoting foreign investment

سیاست‌های کلی اقتصاد مقاومتی

General policies of the resilient economy

۱۰- حمایت همه جانبه هدف‌مند از صادرات کالاها و خدمات به تناسب ارزش افزوده و با خالص ارز آوری مثبت از طریق:

- تشویق سرمایه‌گذاری خارجی برای صادرات.

10 - Goal-oriented support for the export of goods and services in proportion to the value-added and surplus in net foreign currency entry, through promoting foreign investment for export.
Islamic Republic of Iran’s New Policies on Oil and Gas Sector Development

Promoting foreign investment

سیاست‌های کلی برنامه ششم توسعه (۶۱-۲۰۱۶-۱۲)

General policies of the sixth development plan (2016-2021)

۸- جذب سرمایه ایرانیان خارج از کشور و سرمایه‌گذاران خارجی با ایجاد انگیزه و مشوق‌های لازم.

8- Attracting foreign investors and the capital of the Iranians abroad through the required incentives.
Promoting foreign investment

General policies of the sixth development plan (2016-2021)

Prioritizing economic diplomacy with an aim to develop foreign investment, entering the global markets and acquiring technologies in order to accomplish the goals of the resilient economy and the vision document.
Islamic Republic of Iran’s New Policies on Oil and Gas Sector Development

Promoting foreign investment

سیاست‌های کلی برنامه ششم توسعه (۲۰۱۶–۲۰۲۱)

General policies of the sixth development plan (2016-2021)

۶۶- حمایت قضائی مؤثر در تضمین حقوق مالکیت و استحکام قراردادها به منظور توسعه سرمایه‌گذاری بخش خصوصی و سرمایه‌گذاری خارجی.

66- Effective judicial support to guarantee property rights and contract strengthening in order to develop the private sector and foreign investments.
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Iran Economic Outlook in Post Sanction Era

Inflation rate has been continually decreasing from 2014

- Iran, Islamic Rep.  - World

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Iran Economic Outlook in Post Sanction Era

IMF Forecast About Iran Economy for 2016

In General policies of the sixth development plan (2016-2021), Supreme Leader of Iran has set target of 8% in average annual GDP growth rate during the period. Energy Sector would be locomotive of the growth.