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STATUTORY INSTRUMENTS

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**1991 No. 981**

**PETROLEUM**

**The Petroleum (Production)  
(Landward Areas) Regulations 1991**

*Made* - - - - - *13th April 1991*  
*Laid before Parliament* *18th April 1991*  
*Coming into force* *9th May 1991*

**THE PETROLEUM (PRODUCTION)  
(LANDWARD AREAS) REGULATIONS 1991**

1. Commencement and Citation
2. Interpretation
3. Application of the Regulations
4. Applicants for licences
5. Applications for licences
6. Applications for exploration licences
7. Applications for supplementary seismic survey licences
8. Applications for appraisal and development licences
9. Form of licences
10. Fees
11. Plurality of licences  
Signature

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**SCHEDULE 1 — LINES DIVIDING LANDWARD AREAS FROM SEAWARD AREAS**

1. Except as provided by the four next following paragraphs, the...
2. The lines dividing landward areas from seaward areas at the...
3. The lines dividing landward areas from seaward areas between Cape...
4. The lines dividing landward areas from seaward areas in the...
5. Subject to the provisions of the last three foregoing paragraphs,...
6. The line dividing the Shetland Islands and the waters adjacent...
7. In this Schedule the expression “low water line” means the...

**SCHEDULE 2 —**

*Status: This is the original version (as it was originally made). This item of legislation is currently only available in its original format.*

SCHEDULE 3 — MODEL CLAUSES FOR EXPLORATION LICENCES IN  
LANDWARD AREAS

1. Interpretation
2. Right to search and bore for petroleum and get petroleum in the course of exploration
3. Term of licence
4. Right of Licensee to determine licence or surrender part of licensed area
5. Consequences of determination or surrender by Licensee
6. Automatic termination of licence
7. Payment of consideration for licence
8. Working obligations
9. Short term and extended testing
10. Commencement and abandonment and plugging of wells
11. Distance of wells from boundaries of licensed area
12. Further controls on wells
13. Provision of storage tanks, pipes, pipelines or other receptacles
14. Avoidance of harmful methods of working
15. Fishing and navigation
16. Appointment of operators
17. Training
18. Licensee to keep records
19. Returns
20. Licensee to keep samples
21. Reports to be treated as confidential
22. Inspection of records etc.
23. Rights of access
24. Power to execute works
25. Indemnity against third party claims
26. Advertisements, prospectuses etc.
27. Agreement not to assign
28. Power of revocation
29. Arbitration

SCHEDULE 4 — MODEL CLAUSES FOR SUPPLEMENTARY SEISMIC SURVEY  
LICENCES IN LANDWARD AREAS

1. Interpretation
2. Right to search for petroleum by undertaking seismic surveys
3. Term of licence
4. Automatic termination of licence
5. Payment of consideration for licence
6. Seismic surveys
7. Licensee to keep records
8. Returns
9. Reports to be treated as confidential
10. Power to inspect records
11. Indemnity against third party claims
12. Agreement not to assign
13. Power of revocation
14. Arbitration

SCHEDULE 5 — MODEL CLAUSES FOR APPRAISAL LICENCES IN  
LANDWARD AREAS

1. Interpretation

2. Right to search and bore for petroleum and get petroleum in the course of appraisal
3. Term of licence
4. Extension or further extension of term
5. Right of Licensee to determine licence or surrender part of licensed area
6. Consequences of determination or surrender by Licensee
7. Payment of consideration for licence
8. Royalty payments
9. Provisions supplementary to clause 8
10. Measurement of petroleum obtained from the licensed area
11. Keeping of accounts
12. Working obligations
13. Appraisal production
14. Commencement and abandonment and plugging of wells
15. Distance of wells from boundaries of licensed area
16. Further controls on wells
17. Provision of storage tanks, pipes, pipelines or other receptacles
18. Avoidance of harmful methods of working
19. Appointment of Operators
20. Fishing and navigation
21. Training
22. Licensee to keep records
23. Returns
24. Licensee to keep samples
25. Reports to be treated as confidential
26. Inspection of records etc.
27. Rights of access
28. Power to execute works
29. Right of distress
29. If and whenever any of the payments mentioned in clause...
30. Indemnity against third party claims
31. Advertisements, prospectuses etc.
32. Restrictions on assignments etc.
33. Power of revocation
34. Arbitration

#### SCHEDULE 6 — MODEL CLAUSES FOR DEVELOPMENT LICENCES IN LANDWARD AREAS

1. Interpretation
2. Right to search and bore for and get petroleum
3. Term of licence
4. Extension or further extension of term
5. Right of Licensee to determine licence or surrender part of licensed area
6. Consequences of determination or surrender by Licensee
7. Payment of consideration for licence
8. Royalty payments
9. Provisions supplementary to clause 8
10. Deliveries of petroleum in place of royalties
11. Measurement of petroleum obtained from the licensed area.
12. Keeping of accounts
13. Development and production programmes
14. Provisions supplementary to clause 13
15. Commencement and abandonment and plugging of wells

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16. Distance of wells from boundaries of licensed area
17. Control of development wells
18. Provision of storage tanks, pipes, pipelines or other receptacles
19. Avoidance of harmful methods of working
20. Appointment of operators
21. Fishing and navigation
22. Training
23. Unit development
24. Licensee to keep records
25. Returns
26. Licensee to keep samples
27. Reports to be treated as confidential
28. Inspection of records etc.
29. Rights of access
30. Power to execute works
31. Right of distress
31. If and whenever any of the payments mentioned in clause...
32. Indemnity against third party claims
33. Advertisements, prospectuses etc.
34. Restrictions on assignments etc.
35. Power of revocation
36. Arbitration

Explanatory Note