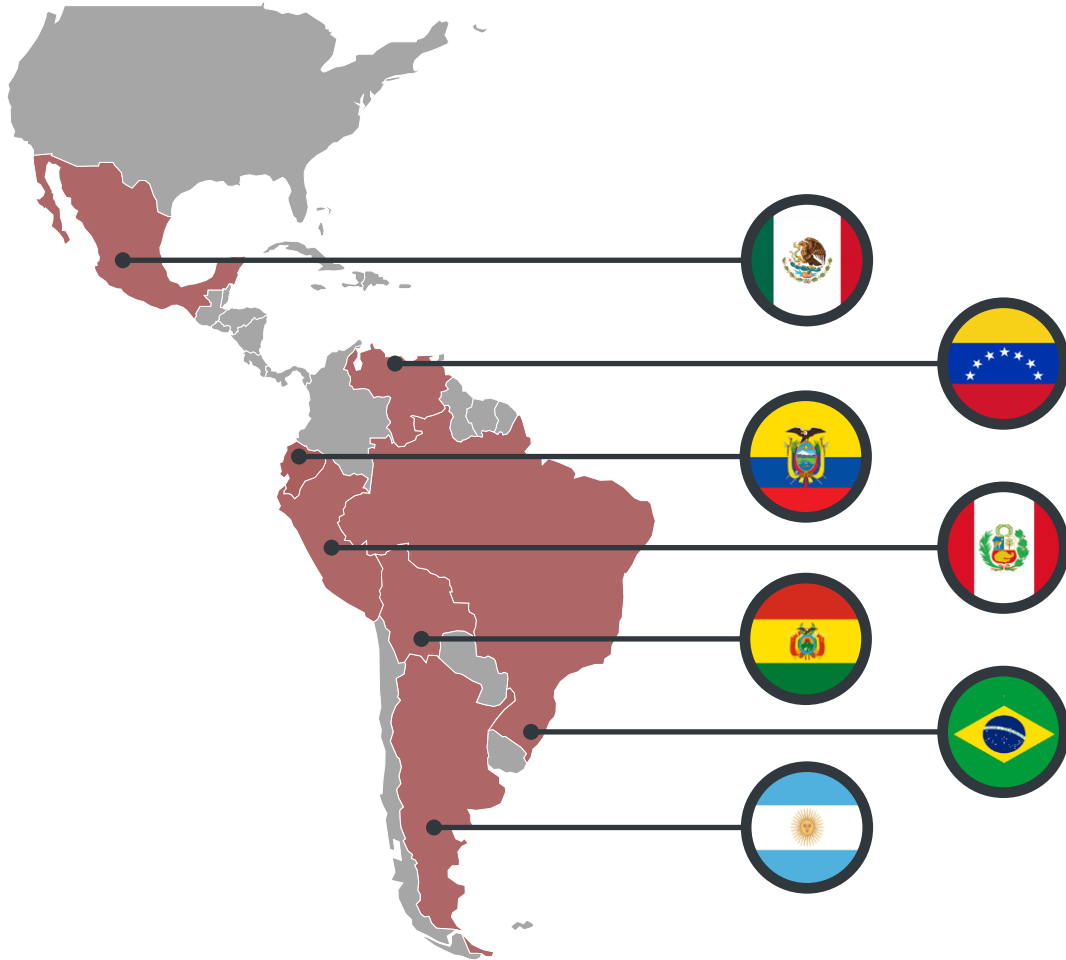


Political, Regulatory & Security Risk in Central & South America

PGI Intelligence

October 2017

Introduction



- Resource nationalism in decline
- High levels of civil unrest
- Insecurity a major concern

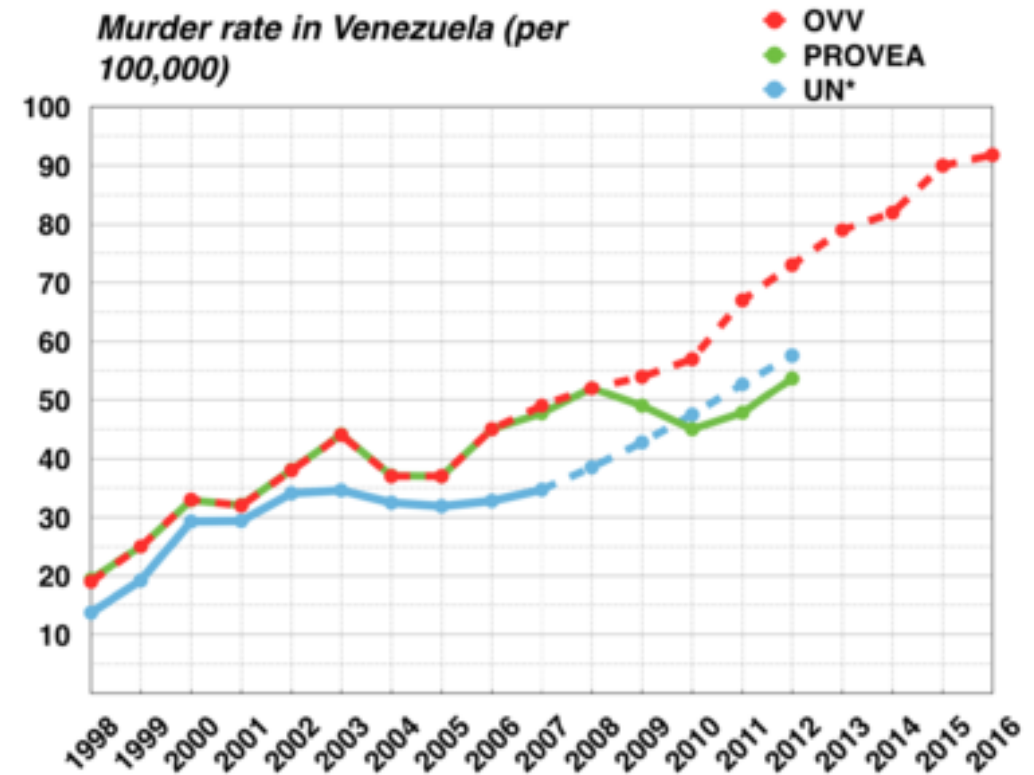
Venezuela



- High levels of state control, 2006 nationalisation
- Turn towards authoritarianism

Venezuela

- Critically high levels of crime
- April – July 2017 protests: Statoil and Repsol withdraw staff



Source: OVV, Provea and UN

- Landmark liberalisation of oil sector in 2013
- Pragmatism and responsiveness with each bidding round
- Andres Manuel Lopez Obrador – threat to reform from leftist populism?



Source: Reuters

- January 2017 – mass unrest against government's fuel price hike

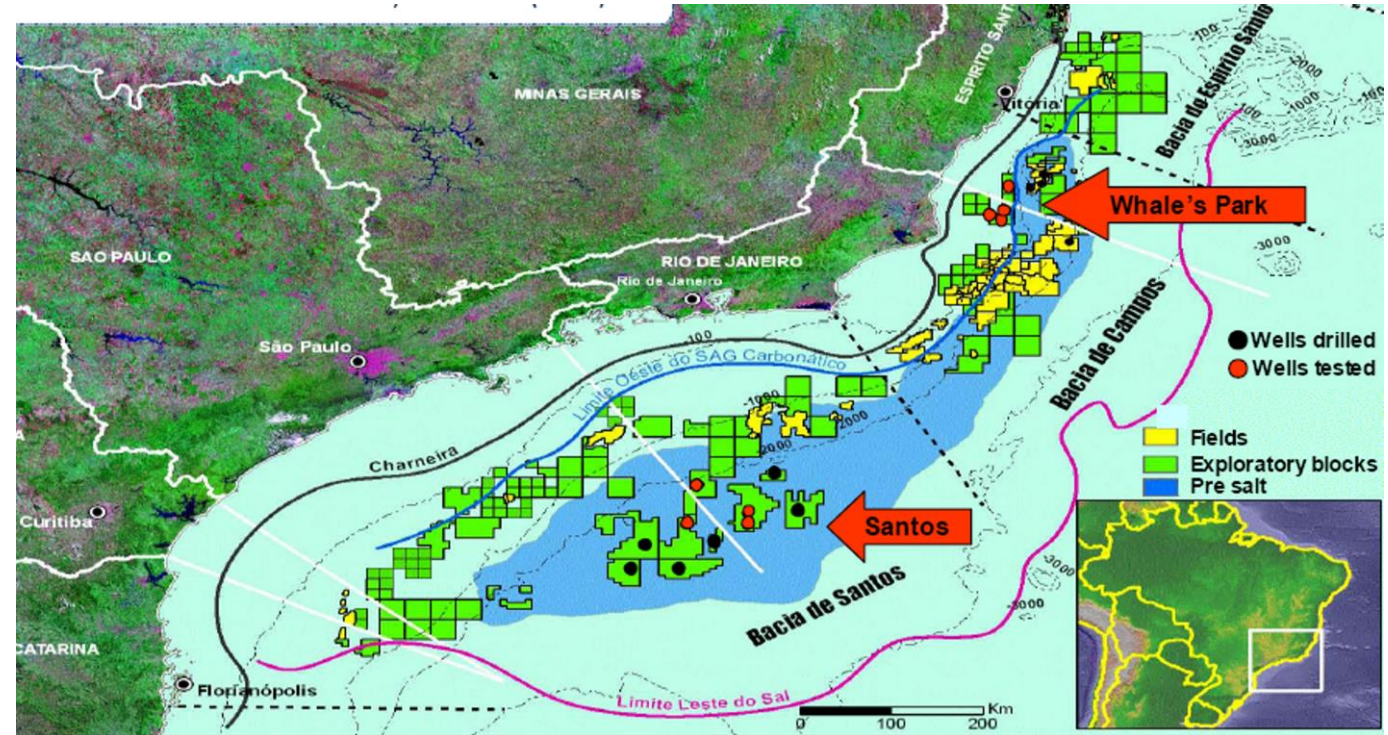


*Fuente: Observatorio Nacional Ciudadano

*** Puebla actualmente ocupa el 2do lugar con más carpetas de investigación iniciadas, en comparación con el periodo 2006/2012

Brazil

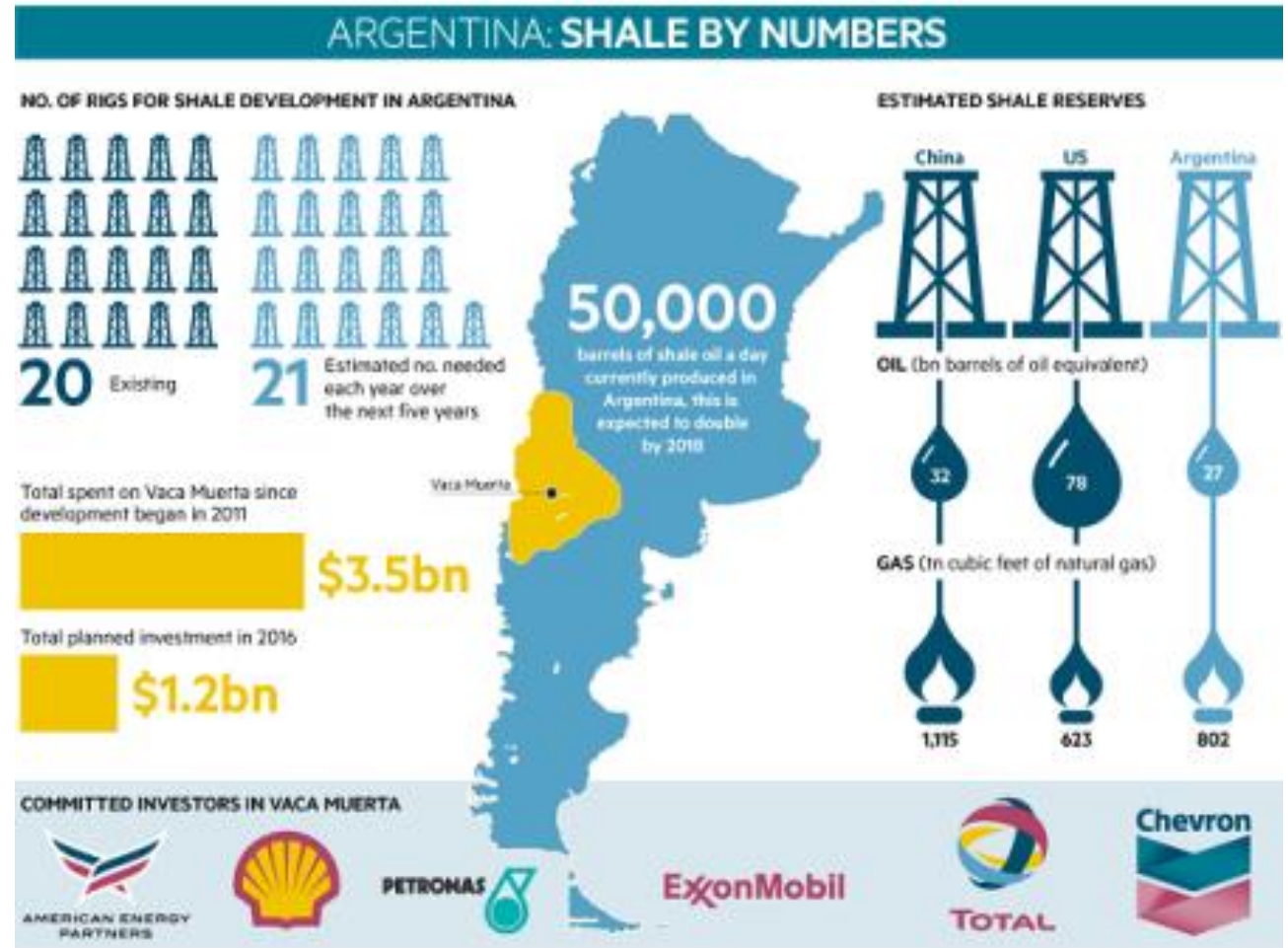
- Shift away from resource nationalism under President Temer
- New president in January 2019
- Petrobras strike November 2015: 2.29 mn barrels of oil lost



Source: Oil & Gas Financial Journal

Argentina

- President Macri – drive to reduce costs, labour conflicts
- Loma la Lata – indigenous protests in 2017



Sources: Wood Mackenzie, IHS Energy, Deloitte LATCO, US Energy Information Administration

Ecuador, Peru & Bolivia

Ecuador

- Improving terms under recently elected President Moreno



Source: Mercopress

Peru

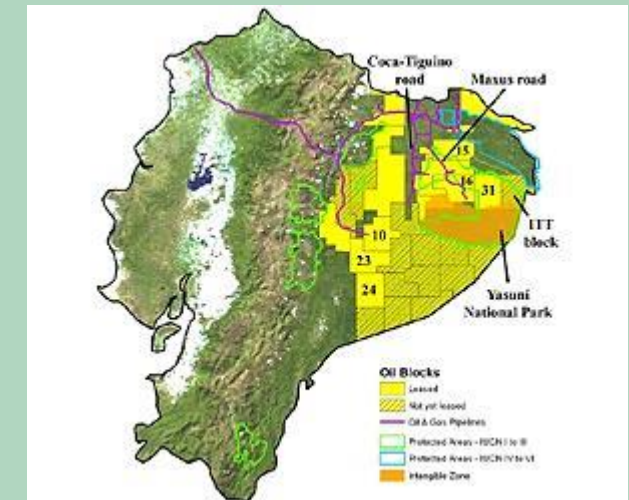
- High levels of unrest targeting extractives projects



Source: Santiago Times

Bolivia

- President Morales – may remain in power until 2025



Source: Energy Daily

- Market Entry
- Country Risk Assessments
- Corporate Due Diligence
- Embedded Consultancy
- Political & Regulatory Monitoring
- Risk Portal

