

copas
COPACOL S.A. - C.A.
CALLE 100 N° 100-100
BOGOTÁ, COLOMBIA

Note - The Crude Petroleum and Gas Production Workers index is no longer available for use in the annual calculation of overhead adjustment called for in the various COPAS model forms after March 2003, which impacts the adjustment scheduled to occur in April 2004. Research covering the past ten years shows that by blending the Oil and Gas Extraction Index with the Professional and Technical Services Index, the results approximate the data from the Old Crude Petroleum and Natural Gas Workers Index. Accordingly, COPAS has calculated the percentage change in the simple average of the Oil and Gas Extraction Index and the Professional and Technical Services Index, commencing in April 2004. In February 2004, the Joint Interest and Audit Committees approved Model Form Interpretation 50 - Overhead Adjustment Index to provide guidance to its replacement index for use in calculating the overhead adjustment, as well as other economic factors, such as the loading and unloading rates. The change was approved by COPAS at its April 23, 2004 Council Meeting. COPAS publishing this rate has been, and continues to be provided as a convenience to the industry. Model Form Interpretation 50 suggests that each company make its own determination as to whether or not it needs to amend its contracts to use this or any other new index.

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