



Tecnicas Reunidas and Galp Energia have reached an agreement on the conversion to a LSTK contract for the Sines refinery project

The final value of the contract will be 1,080 million Euros

Tecnicas Reunidas (TR) and Galp Energia have reached a final agreement on the conversion to a Lump Sum Turn Key (LSTK) contract for the refinery project in Sines, Portugal.

The agreement now reached corresponds to the conversion to LSTK of the previous EPCM (Engineering Procurement Construction Management) contract under which TR has been working since the third quarter of 2007. The Sines conversion is the fifth large project conversion to LSTK by TR and shows the company's success and flexibility reaching agreements with clients under this type of contract structure.

The project includes the design and construction of several new refining units: a hydrocracker with a 43,000 bpd capacity as well as a LPG splitter, hydrogen steam reformer, desisobutanizer, sour water stripper and sulphur recovery unit. Also, it includes the revamping of the atmospheric distillation unit and the necessary auxiliary services and offsite units.

Galp Energia is the main integrated oil company in Portugal. Sines is the largest refinery in Portugal and one of the largest refineries in Europe. This project will convert it into one of the leading refineries in Europe with a higher capacity to produce middle distillates under current environmental specifications.

TR is one of the leading international engineering and construction companies in oil and gas production, refining and petrochemicals and power generation projects.