

MINISTRY OF PETROLEUM & MINERAL RESOURCES - NEWS (EGYPT) · EGYPT

Egypt's Nargis-2 Well Yields Positive Results for Chevron

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Egypt's Ministry of Petroleum and Mineral Resources and Chevron have announced positive results from the Nargis-2 exploration well in the Mediterranean Sea, signalling a potentially meaningful addition to Egypt's offshore gas inventory at a time when the country is working to reverse declining production and maintain LNG export commitments.

The announcement was made jointly by the Ministry and Chevron, indicating an active partnership on the block hosting the Nargis-2 well. Beyond confirming positive results, the source material does not specify the nature of the find — whether gas or liquids, nor the volumes encountered — and no water depth, block classification, or production timeline has been disclosed at this stage. The result should therefore be read as an encouraging exploration outcome rather than a commercial discovery declaration.

Egypt's Mediterranean offshore has attracted sustained operator interest following the giant Zohr discovery and subsequent development activity in the basin. Positive well results in this setting typically lead to appraisal drilling programmes before any development concept is selected, meaning the pathway from today's announcement to sanctioned infrastructure remains multi-step and multi-year. For service and equipment companies, this is a monitoring moment rather than an immediate procurement opportunity.

Nevertheless, the Chevron-Ministry partnership adds credibility to the prospect. Chevron's operational scale and Egypt's established gas export infrastructure —

including LNG facilities at Idku and Damietta — create a commercially plausible development corridor should appraisal confirm the find's size and deliverability. Egypt has in recent years struggled with domestic gas supply constraints that have curtailed LNG exports, making any new Mediterranean discovery strategically significant for the country's energy balance and foreign currency earnings.

The next material milestones to watch are an official resource estimate or discovery announcement, regulatory booking of contingent resources, and any public tender or appraisal drilling programme. Norwegian service companies should register interest with both Chevron's Egypt operations and the Egyptian Natural Gas Holding Company (EGAS) now, so they are positioned when appraisal and eventual development scopes are defined.

Why this matters to partners and clients of Saga

The Nargis-2 result is a pre-appraisal exploration outcome — no contract, FID, or tender has been announced, so procurement outreach is premature. Norwegian companies should monitor Chevron's Egypt appraisal programme and engage with EGAS to ensure they are on vendor lists ahead of any future development scope. Relationship-building with Chevron's regional supply chain team in Cairo is the appropriate near-term action.

PARTNER ANGLES

- **Subsea/FPSO:** Track Chevron's appraisal drilling schedule; Mediterranean deepwater tiebacks and floating production concepts could suit Norwegian subsea and FPSO expertise if a commercial discovery is confirmed.
- **Drilling:** Appraisal well campaigns typically follow positive exploration results — Norwegian drilling contractors and well-services firms should position with Chevron Egypt procurement ahead of any rig tender.
- **LNG:** If Nargis-2 matures into a gas development, feed gas routing to existing Egyptian LNG terminals at Idku or Damietta would require pipeline and processing engineering where Norwegian LNG process specialists are competitive.
- **Pipeline:** Offshore pipeline design and installation capacity will be needed if a subsea tieback to existing infrastructure is selected as the development concept — monitor for FEED announcements.

- **Service:** Well-testing, reservoir evaluation, and completion services are likely near-term needs as Chevron assesses the Nargis-2 result; Norwegian well-services companies should engage now with Chevron's Egypt operations team.

[Original source: Ministry of Petroleum & Mineral Resources - News \(Egypt\) →](#)

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