

## ABSTRACT

Oil and natural gas were the source of energy that could give the benefit that was very big for the Indonesian economy. However, since several years behind the production of oil and gas in Indonesia experienced the significant decline was accompanied with the weakness of the climate of investment in Indonesia. This was resulted from bad stability of economics, politics, and security in Indonesia. Saw the reality like this, Indonesian government carried out the international co-operation with America by establishing the co-operation contract concerning the oil and gas exploration in Cepu. This co-operation was represented by PT. Pertamina (Persero) and ExxonMobil Corporation that at the same time the contractor in the Bloc Cepu.

Operation plan of oil mine of Blok Cepu be the public attention propose to expand some opinion assumed that Indonesian not hold on the operation control of the Blok Cepu. The assumption is not full see be real correct, remembering that all of field development activity of Blok Cepu oil mine as where have the big obstetrically should be agree by the institution of oil and gas organizer (BP Migas). Its arranged in UU Migas No 22/2001. BP Migas is a government institution owning authority to control exploration and exploitation upstream activity for gas and oil.

As the reference towards the problem then was developed by the concept and the theory from the experts took the form of the major's premiss that consisted of International Relations, International Co-operation, Economic of International Politics, Investment, National Interest and The Distribution of The Concept of Oil and Gas. And the minor premiss that consisted of the co-operation and gas of the oil exploration between Pertamina-ExxonMobil, Exxon as Investor, Memorandum of Understanding (MoU 2005), the management of Bloc Cepu by Pertamina-ExxonMobil could increase the development. From premisses that were raised by these experts then was attracted by the hypothesis as follows : "The co-operation between PT. Pertamina (Persero)-ExxonMobil Corporation in the exploration of Bloc Cepu oil and gas will give the contribution that was significant towards the development of area East Java.

The method that was used in this research was the description that aimed at explaining and depicting a phenomenon in this case was concerning the process of the co-operation between PT. Pertamina (Persero)-ExxonMobil Corporation in increasing the development of area East Java. The description was efforts to answer the question who, what, where, when or how much/many, the outline of efforts to report what happened.

The conclusion from this research was the co-operation between Pertamina-ExxonMobil that was marked by the existence of the development in the East Java area both was physical and non physical so as to have an impact on welfare of the east Java inhabitants. This co-operation must be carried out optimally and profesional, because this Bloc Cepu was valuable assets that were owned by the government to be managed together despite with the foreign group provided taht from the aspect of benefit beneficial for the country and especially for the East Java Province.

Keyword : Co-operation, Oil and Gas Exploration, Development of Area.