Santos Activities Update March 2019

Santos

Proposed upcoming work program – Narrabri Area (PEL 238)

Environmental Impact Statement (EIS):

- Santos submitted our detailed response to submissions (RTS) on the EIS to the Department of Planning and Environment (DPE) in April 2018.
- DPE has requested further information from Santos to inform their assessment of the EIS.
- The EIS and RTS are available on the DPE Major Projects site at <u>www.majorprojects.</u> planning.nsw.gov.au

Western Slopes Pipeline:

- APA Group announced in October 2018 that it has deferred submission of the EIS for the Western Slopes Pipeline until the assessment of the Narrabri Gas Project EIS has further progressed.
- Further information on the Western Slopes Pipeline is available on APA's website.
 www.apa.com.au/about-apa/our-projects/western-slopes-pipeline/

Drilling of exploration core holes, workovers and decommissioning of wells:

• No activities planned for March.

Pilot wells:

- Bibblewindi East, Bibblewindi West and Dewhurst South pilot wells are online.
- Tintsfield pilot is off-line to reduce flaring until additional gas is required.

Leewood:

 Santos does not need to irrigate at this time and all water is stored in our state of the art water holding ponds at Leewood.

Wilga Park Power Station:

- The Wilga Park Power Station is on-line.
- Upgrades to increase generation capacity from 16MWh to 22MWh commenced in late February 2019 and are expected to be completed by the end of June 2019.
- Bibblewindi compressor being commissioned to be on-line early April to meet gas requirements of power station.

Other Activities:

- Rehabilitation is continuing at legacy sites, including revegetation activities at Bibblewindi.
- Groundwater monitoring activities for Environmental Protection Licence compliance are ongoing.

Community:

- The next meeting of the Narrabri Gas Project Community Consultative Committee will be held on Tuesday 14 May 2019. Communiques and presentations from previous CCC meetings are available from www.narrabrigasproject.com.au/community/consultative-committee/
- Community Site Visits are regularly scheduled to visit operational areas of the Narrabri Gas Project. To register for a site tour, contact 6792 9035 or email Energy.NSW@santos.com
- Santos has proudly sponsored the following activities in March:
 - Baradine PA&H Association 2019 Baradine Show
 - Narrabri and District Community Aid Service Harmony Day celebrations
 - o Narrabri Jockey Club 2019 Narrabri Races
 - Lord's Taverners Narrabri Shire Sports Awards
 - Maules Creek Campdraft Club Junior Rodeo

Other:

- Santos and Perdaman announced a non-binding agreement for the supply of 14.5PJ of natural gas per annum over 20 years, subject to a final investment decision for the Narrabri Gas Project. The gas would be supplied to a proposed new ammonium nitrate plant near Narrabri to produce fertiliser for agribusiness. The plant would be developed in parallel with the Narrabri Gas Project to use appraisal and early development gas. More information is available from www.santos.com/media-centre/announcements/
- Santos announced full-year results for 2018 on 21 February 2019, reporting both record underlying profit and record free cash flow. CEO Kevin Gallagher said that Santos has delivered strong financial results for 2018 with underlying profit after tax more than doubled to a record US\$727 million. Santos is now on a firm path to grow production and reserves. More information is available from www.santos.com/media-centre/ announcements/
- GISERA (CSIRO Gas Industry Social and Environmental Research Alliance) released their six monthly newsletter that offers an insight into a range of the latest projects now underway within GISERA which is available from https://gisera.csiro.au/news/gisera-newsletter/