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Our ref: REG.08.001 - PSL 13 Annual Report 2004-2005

22 December 2005

Barry Goldstein C/- Petroleum Group Primary Industries & Resources SA GPO Box 1671 ADELAIDE SA 5001

Attention: Belinda Close

Dear Barry

Re: Annual Report for Preliminary Survey Licence (PSL) No. 13

In accordance with Regulation 33 of Part 4 of the Regulations under the *Petroleum Act (SA) 2000*, South East Australia Gas Pty Ltd hereby submits to the Minister the Annual Report in respect of Preliminary Survey Licence (PSL) No. 13 (Naracoorte and Jervois lateral pipelines) for the licence year 19 September 2004 to 19 September 2005.

Please note that this will be the final report for PSL 13, as the pipelines have since been incorporated into Pipeline Licence No. 13.

The following table details the relevant reporting criteria pursuant to the requirements of Regulation 33.

Regulation	Requirement	Information/Comment	
33 (2) (a)	A summary of the regulated activities conducted under the licence during the year	during the relevant licence year included ecological, cultural heritage, geotechnical and cadastral surveys within the area defined by the Preliminary Survey Licence. The activities undertaken pursuant to PSL 13 were conducted in compliance with the Act, the Regulations, the licence and the	
33 (2) (b)	A report for the year on compliance with the Act, the Regulations, the licence and any relevant statement of environmental objectives.		

Regulation	Requirement	Information/Comment	
33 (2) (c)	A statement concerning any action to rectify non-compliance with obligations imposed by the Act, the Regulations or the licence, and to minimise the likelihood of the recurrence of any such non-compliance.	Not Applicable – No non-compliances occurred in relation to activities conducted in accordance with PSL 13.	
33 (2) (d)	A summary of any management system audits undertaken during the relevant licence year, including information on any failure or deficiency identified by the audit and any corrective action that has, or will be, taken.	There were no audits conducted during the reporting period of the licence year in relation to activities conducted in accordance with PSL 13.	
33 (2) (e)	A list of all reports and data relevant to the operation of the Act generated by the licence during the relevant licence year.	Refer to Appendix A	
33 (2) (f)	In relation to any incidents reported to the Minister under the Act / Regulations during the licence year: (i) An overall assessment and analysis of the incidents, including the identification and analysis of any trends that have emerged; and (ii) An overall assessment of the effectiveness of any action taken to rectify non-compliance with obligations imposed by the Act, the Regulations or the licence, or to minimise the risk of recurrence of any such non-compliance.	No incidents relating to activities conducted under PSL 13 were reported to the Minister during the reporting period of the licence.	
33 (2) (g)	A report on any reasonably foreseeable threats (other than threats previously reported on) that reasonable present, or may present, a hazard to facilities or activities under the licence, and a report on any corrective action that has, or will be, taken.	No reports in relation to reasonably foreseeable threats were issued during the reporting period of the licence year.	
33 (2) (h)	Unless the relevant licence year is the last year in which the licence is to remain in force, a statement outlining operations proposed for the ensuing year.	The 2004 / 2005 licence year will be the last year in which the licence is to remain in force, subsequently being transferred to PL13 following the expiration of the licence year.	

Regulation	Requirement	Information/Comment
33 (2) (i)	In the case of a production licence, an estimate of the volume of petroleum likely to be produced, wasted, stored or sold under the licence during the ensuing year, or such longer period as the Minister may require.	Not Applicable – As PSL 13 is a Preliminary Survey Licence.
33 (2) (j)	In the case of a production licence, an assessment of the development activities proposed to be undertaken under the licence, including the number of completions that are expected to occur, during the ensuing year, or such longer period as the Minister may require.	Not Applicable – As PSL 13 is a Preliminary Survey Licence.
33 (2) (k)	In the case of a pipeline licence, the volume of any regulated substance transported through the pipeline during the relevant licence year.	Not Applicable – As PSL 13 is a Preliminary Survey Licence.
33 (3)	An annual report must be accompanied by a statement of expenditure on regulated activities conducted under the licence for the relevant licence year, showing expenditure under each of the following headings (so far as is relevant): (a) Drilling activities (b) Seismic activities (c) Technical evaluation and analysis (d) Other surveys (e) Facility construction or modification (f) Oprating and administration expenses (to the extent that such expenses are not included under a preceeding heading).	Information relating to expenditure in relation to PSL 13 is provided to the Minister as "Commercial In Confidence" and is not for public disclosure in accordance with this sub-regulation. Refer to Appendix B (Commercial In Confidence – Restricted Distribution).
33 (4)	A copy of an annual report provided to the Minister under this regulation must be kept available for public inspection in a manner determined by the Minister.	A copy of the annual report will be retained on file by the licensee, and will be made available for inspection upon request.

Please note that this is the final annual report that will be submitted for regulated activities under PSL 13, as South East Australia Gas Pty Ltd has intentially allowed the licence to lapse following transfer of these activities to the corresponding Pipeline Licence No. 13 for the SEA Gas high pressure natural gas transmission pipeline. I trust that the information provided herein satisfies your requirements.

Yours sincerely

David Hayter

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Appendix A - Details of Reports and Data Issued During Licence Year Relevant to Regulation 33 (2) (e)

Document Title	Dated
Application for a Preliminary Survey Licence for Proposed SEA Gas Lateral Pipelines	8 July 2004
Naracoorte & Jervois Risk Assessment	24 August 2004
Teys Bros Naracoorte Lateral Pipeline – Construction Environmental Management Plan	September 2004
Application for an Extension to Pipeline Licence 13 for the Jervois Lateral Pipeline	6 December 2004
Dairy Farmers Jervois Lateral Pipeline – Construction Environmental Management Plan	December 2004
Naracoorte AS2885 Approvals Checklist	11 April 2005