

## **Geothermal Exploration License 211 Annual Report for 2006**

### **Introduction**

GEL 211 was granted to Geodynamics Limited on 14 November 2005. This report is for the year one period of 14 November 2005 to 13 November 2006. No field activities were carried out in the GEL because all efforts were concentrated in the adjacent GEL 98 around the Habanero test site.

During the year the existing seismic, gravity and magnetic data was studied with a view to carrying out surface geophysical work in year two.

More general analyses of commercial and economic aspects of hot fractured rock (HFR) development were progressed in relation to the GEL 98 activities, but relate equally to GEL 211.

### **Reporting Against Requirements of the Petroleum Act 2000**

#### ***(a) Summary of the regulated activities conducted under the license during the year***

No regulated activities were carried out in the area over the reporting period.

#### ***(b) Report for the year on compliance with the Act, these regulations, the licence and any relevant statement of environmental objectives***

There were no reports of non-compliance with the Act in the reporting period.

#### ***(c) Actions to rectify non-compliance with obligations imposed by the Act, these regulations or the licence, and to minimise the likelihood of the recurrence of any such non-compliance; and (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.***

Manager, Logistics and Compliance tracked activities under the Act to ensure that we comply with all Regulations. Computer based tracking systems are in operation.

#### ***(e) List all reports and data relevant to the operation of the Act during the relevant licence year.***

Nil reports

***(f) Report of incidents reportable to the Minister under the Act and regulations***

Nil.

***(g) Report on any reasonably foreseeable threats that reasonably 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.***

Nil.

***(h) Operations proposed for the ensuing year***

Geodynamics is looking to carry out remotely sensed geophysical surveys as regulated activities in the second reporting year.

In the reporting year there will be considerable effort examining the economic viability of HFR development relating to the Habanero test site in GEL 98. The results of these studies should be equally valid for GEL 211 because of the similar geological conditions as far as is known.

**Expenditure for year 1**

Commercial in Confidence

Doone Wyborn

20-12-2006

A handwritten signature in black ink, appearing to read 'D. Wyborn', with a stylized, cursive script.