

Business reviews

Sunrise



The Sunrise joint venture participants sponsored the Dili 'City of Peace' marathon as part of its ongoing social investment program.

2011 Key performance highlights

- Woodside's CEO visited Dili to meet key Timor-Leste stakeholders.
- These visits generated positive dialogue and a forward-looking relationship with the Timor-Leste Government.
- All parties involved with Greater Sunrise, including both Governments, confirmed their desire to see this resource developed.

Future objectives

- Build on the positive relationships with the Australian and Timor-Leste Governments.
- Continue engagement to gain a better understanding of the expectations and needs of key stakeholders.
- Agree a mutually beneficial development outcome.
- Grow and develop the social investment program in Timor-Leste.

Positive engagement between key stakeholders in 2011, and a common desire to see the valuable Greater Sunrise resource developed, will underpin ongoing dialogue in 2012.

Sunrise

Interest	PSC JPDA 03-19; 33.44% PSC JPDA 03-20; (unitised) NT/RL2; NT/RL4	
Operator	Woodside	
Location	Offshore 150 km south-east of Timor-Leste and 450 km north-west of Darwin, Australia	
Water depth	Less than 100 metres to greater than 600 metres	
Contingent Resources*	1,717 Bcf dry gas, 75.6 MMbbl condensate	
Acreage	(km ²)	Gross Net
		2,998 958

*Woodside share

Location of Woodside's petroleum titles in the Greater Sunrise area



Woodside permits ■ | Woodside fields ■ Gas

Background

The Sunrise and Troubadour gas and condensate fields, collectively known as the Greater Sunrise fields, are located approximately 150 km south-east of Timor-Leste and 450 km north-west of Darwin, Northern Territory.

The fields were discovered in 1974 and hold a total contingent resource of 5.13 Tcf of dry gas and 225.9 million barrels of condensate. These volumes were independently certified in 2010 and, once developed, will add significantly to Woodside's reserves.

According to the International Unitisation Agreement (IUA) signed by Australia and Timor-Leste, approximately 20% of the Greater Sunrise fields are attributed to the Joint Petroleum Development Area (JPDA), which is jointly administered by the governments of Australia and Timor-Leste, with the remaining 80% attributed to Australia.

Following ratification of the IUA and the Treaty on Certain Maritime Arrangements in the Timor Sea (CMATS), Woodside and the Sunrise Joint Venture recommenced work on the Sunrise project.

The Sunrise Joint Venture undertook a detailed technical and commercial evaluation of three concepts, namely Floating LNG, a brownfield expansion of Darwin LNG and a greenfield gas plant located in Timor-Leste (Timor-Leste LNG).

The Sunrise Joint Venture unanimously selected Floating LNG in April 2010 as its preferred development concept for Greater Sunrise and prepared documentation detailing the basis of the selection.

In September 2010, at the request of the JPDA regulator, Woodside provided three Concept Evaluation Reports to the Australian and JPDA regulators. The reports detailed the technical and commercial evaluation of Floating LNG, Darwin LNG and the Timor-Leste Government's preferred concept of Timor-Leste LNG.

The Timor-Leste Government continued to publicly voice its preference for Timor-Leste LNG during 2011.

Momentum in 2011

In the second half of 2011 Woodside's CEO Peter Coleman visited Dili on two occasions and held productive meetings with senior Timor-Leste Government representatives and other key stakeholders. Woodside and the Sunrise Joint Venture also continued to engage with Australian and JPDA regulators on the way forward for Greater Sunrise.

During this positive dialogue, all stakeholders have confirmed their desire to see the Greater Sunrise fields developed, and the benefits from the development realised by the Governments and people of Australia and Timor-Leste.

The Sunrise Joint Venture remained strongly aligned and committed in 2011 to progressing the development of Greater Sunrise, as demonstrated by positive engagement with key project stakeholders.

Woodside and the Sunrise Joint Venture also continued their long standing social investment program in Timor-Leste in 2011. This includes ongoing support for a range of initiatives that deliver positive and sustainable community development

outcomes for the Timor-Leste people. Several examples of initiatives supported in 2011, include World Vision Timor-Leste's 'Water for Life' program and the Dili 'City of Peace' Marathon.

➔ Refer to page 22 for further information on our community engagement and social investment.

Outlook

In 2012 Woodside and the Sunrise Joint Venture will build on the positive engagement with the Australian and Timor-Leste governments established during 2011.

Engagement will focus on obtaining a common understanding of the respective expectations and needs of the Timor-Leste and Australian Governments, and the Sunrise Joint Venture, resulting from the development of the Greater Sunrise fields.

This understanding will inform discussions aimed at agreeing a mutually beneficial development outcome.

In 2012, Woodside and the Sunrise Joint Venture will continue to grow and develop its social investment program in Timor-Leste.

The development of the Greater Sunrise fields offers both Australia and Timor-Leste a significant opportunity to generate a stable cash flow and other opportunities over a period of 30 years, and provides Woodside the opportunity to create shareholder value and deliver growth.

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