

Sunrise Current Status - October 2012

Following the provision of requested technical data to the Timor-Leste Government, further discussions were held in Timor-Leste in September and a timetable agreed with the Timor-Leste Government for the first of a series of technical workshops, commencing in late October.

We believe there remains an opportunity to agree on a development which satisfies the requirements of all parties. The key to reaching this goal is regular, open and constructive dialogue between the parties.

We want to expand our level of engagement and work collaboratively with Timor-Leste stakeholders to share work undertaken by the Sunrise Joint Venture, discuss work that is being undertaken by the Timor-Leste Government and to better understand the issues of importance to Timor-Leste and the Sunrise Joint Venture.

We look forward to continued meaningful engagement regarding the development of Greater Sunrise.

Community Development

Woodside is able to deliver significant economic benefits to the communities and regions in which we operate, or seek to operate, through responsible social investment, creating employment opportunities and by supporting local businesses.

Woodside together with the Sunrise Joint Venture is preparing to work with the Timor-Leste Government and other industry partners to identify specific local content opportunities that create sustainable economic growth. We aim to support the continued development of industry standards and local content opportunities for the life of the Greater Sunrise fields.

Recent examples of social investment and sponsorship initiatives supported by Woodside and the Sunrise Joint Venture include:

- Ba Futuru ('For the Future'): a Timor-Leste Non Government Organisation, for the construction of a Childhood Development Centre and training initiative.
- Hiam Health: a Timor-Leste Non Government Organisation, to support and help develop their existing Family and Community Nutrition Garden's initiative.
- Timor-Leste's Rotary's Youth Leadership Award 2012: Sponsorship of event and presentation by Woodside's staff.
- 2012 Dili Marathon: Sponsorship of the National Marathon Team.
- 1st International Congress of Geology in Timor-Leste: Sponsorship of event.

Woodside – Tax matters in Timor-Leste

In 2007, Woodside sold its shares in Woodside Petroleum (Timor Sea 1) Pty Ltd to ENI International BV in 2007. Sale proceeds received totalled A\$26 million after a capital investment of A\$52 million, thereby recording a A\$26 million loss. The Timor-Leste revenue authorities raised an assessment for A\$25 million as a result of the transaction. Woodside has paid the A\$25 million pursuant to the assessment in full but is pursuing its' legal rights for recovery of the tax through the Timor-Leste legal system.