

ASX Announcement

Release Date: 10 December 2019



Project Atlas achieves first gas sales ahead of schedule

Senex Energy Ltd (Senex, ASX: SXY) has announced that Project Atlas achieved first gas sales into the east coast market ahead of schedule, with gas being sold to Queensland power generator CleanCo.

Following start-up of the first two trains of the five-train, 15 PJ/year Project Atlas gas processing facility, production of sales gas is underway.

Gas is being sold to CleanCo, the new Queensland Government-owned corporation focused on delivering affordable clean energy. Under the agreement, Senex has the right to sell initial quantities of gas until 30 June 2020.

Senex is supplying gas at the Wallumbilla Gas Hub in Queensland via the 60km Project Atlas pipeline. Gas is being sold on a fixed-price basis in line with current market levels.

The agreement with CleanCo complements Project Atlas gas sales agreements with CSR and Orora (*refer ASX announcements of 17 April 2019 and 1 May 2019*). Gas sales to CSR and Orora will start on 1 January 2020.

Managing Director and CEO Ian Davies said Senex has delivered gas from Australia's first acreage dedicated to domestic supply in what is believed to be record time for a greenfield project.

"With the support of the Queensland Government, Senex has successfully delivered this development within 18 months of grant of the Petroleum Lease. We have achieved this on budget and ahead of schedule, allowing early gas sales to be made to one of our foundation customers, CleanCo.

"We thank our many community and corporate partners for their roles in this significant achievement, including our infrastructure partner Jemena and drilling contractor Easternwell.

"With the processing facility delivering gas, we are focused on completing the initial ~60 well drilling campaign by mid-2020 and ramping up production to an initial plateau of 12 PJ/year by the end of FY21," Mr Davies said.

Senex has drilled 23 wells of the initial ~60-well Project Atlas campaign, with 15 wells on production following recent connection. Production from these wells is currently above 3 TJ/day during this early stage of the 12 to 18-month ramp-up.

Authorised by:

Ian Davies
Managing Director and CEO
Senex Energy Ltd
Phone: +61 7 3335 9000

Investor and media enquiries:

Derek Piper
Senior Advisor - Investor Relations
Senex Energy Ltd
Phone: +61 7 3335 9000

Paul Larter
Communications Manager
Senex Energy Ltd
Phone: +61 400 776 937

About Senex

Senex is a growing Australian oil and natural gas explorer and producer. We are focused on creating sustainable value for all stakeholders through low-cost, efficient and safe operations in the Surat and Cooper basins. Senex is helping to meet the energy challenge on the east coast of Australia through natural gas development projects which include Project Atlas, Australia's first dedicated domestic gas acreage.

ASX Announcement: Project Atlas achieves first gas sales ahead of schedule



Fifteen Project Atlas wells online and producing above 3 TJ/day during early stage of 12 to 18-month ramp-up



23 wells of initial ~60 well Project Atlas campaign drilled and completed



60km Project Atlas pipeline completed in October 2019



Commissioning of 15 PJ/year Project Atlas gas processing facility underway



First Project Atlas gas sales made to CleanCo, operator of the Swanbank E power station

