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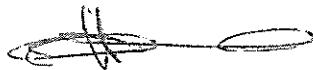
NORTHERN TERRITORY OF AUSTRALIA*Energy Pipelines Act***RENEWAL OF LICENCE****PIPELINE LICENCE NO. 4 (PL 4)**

I, Alan Charles Holland, the delegate of the Minister for Mines and Energy

- (a) under section 16(3A) of the *Energy Pipelines Act*, having received an application under section 16(1) of the Act from APT PIPELINES (NT) PTY LIMITED (ABN 40 075 733 336) (the Licensee) for the renewal of Pipeline Licence No. 4 ("PL 4"), renew that licence from 13 December 2011 for a period of twenty one (21) years and;
- (b) under section 16(3B) of the *Energy Pipelines Act*, renew the licence subject to the conditions set out in Schedule 1 and 2.

Dated ^{29th} day of November 2013

Made under the *Energy Pipelines Act* of the Northern Territory



Director of Energy
Delegate of the Minister for Mines and Energy

Pursuant to an Instrument of Delegation Dated 30 October 2012

SCHEDULE 1

CONDITIONS OF LICENCE

1. DEFINITIONS AND INTERPRETATION

- 1.1 In these conditions unless the contrary intention appears all words, phrases and expressions defined in section 3 of the *Energy Pipelines Act* and Regulation 2 of the Energy Pipelines Regulations have the same meaning in these conditions and in addition, the following definitions apply:
- (a) "Director" means the Director of Energy, Department of Mines and Energy
 - (b) "licence area" means a corridor 30 metres in width, with its centre line being an imaginary line connecting markers erected in accordance with directions given under section 40 of the *Energy Pipelines Act*, running the length of the high pressure gas pipeline between the outlet flange at the Palm Valley delivery station to the delivery flange at the Channel Island power station, including a branch supply line from the outlet flange of the Mereenie field, a spureline from the outlet flange at a point west of the Tennant Creek township to the delivery flange at the Tennant Creek power station and a supurline from the outlet flange at a point south-west of the Katherine township to the delivery flange at the Katherine power station.
- 1.2 These conditions are to be read in conjunction with the Energy Pipelines Act and Energy Pipelines Regulations.

2. OPERATION OF THE PIPELINE

- 2.1 The pipeline must be operated in accordance with this licence, any consents granted under Part 3, Division 2 of the Energy Pipeline Regulations and the pipeline management plan in force.
- 2.2 The Licensee, in the normal course of operations, must not use the Pipeline for the conveyance of an energy producing hydrocarbon other than natural gas and associated gas liquids.
- 2.3 The operating pressure of the Pipeline must not exceed 9650 kilopascals.

3. SECURITY

- 3.1 The Licensee must retain with the Minister a security in the amount of **FIFTY THOUSAND DOLLARS (\$50,000.00)** in a form acceptable to the Minister.

3.2 The security provided under condition 3.1

(a) will be reassessed by the Minister following any amendment to the licence, the grant or amendment of a consent to construct or consent to operate, and any approval or amendment to the pipeline management plan in force; and

(b) may be reassessed by the Minister at any time,

and following a reassessment, the Licensee must provide the revised security, in the form and amount and from such persons as approved by the Minister and on the terms specified by the Minister by notice in writing served on the Licensee.

3.3 The security referred to in conditions 3.1 and 3.2 is to be provided to the Director.

4. INSURANCE

4.1 The Licensee must take out and maintain a policy of insurance for risks, including:

(a) the business and activities being undertaken in accordance with this licence, from time to time; and

(b) the indemnity required to be given by the Licensee under condition 5.1,

for an amount that a reasonably prudent pipeline licensee in the position of the Licensee would take out, but in any event for a minimum of **ONE HUNDRED MILLION DOLLARS (\$100,000,000.00)** in relation to any single event.

4.2 The Licensee may vary the amount, or amounts, of insurance taken out and maintained during the construction, operation and decommissioning phases of the life of the pipeline but must always have a policy of insurance that meets the requirements of condition 4.1 for the then current phase.

4.3 The Licensee must submit the policy of insurance (and must resubmit the policy of insurance if it is amended in any way) to the Director for approval and must not undertake any activities under this licence unless the Director has approved the policy of insurance.

4.4 The Licensee must provide to the Director a copy of the certificate of currency for the policy of insurance referred to in condition 4.1:

(a) promptly upon the Licensee renewing the insurance policy;

(b) promptly upon the Licensee making any change to the insurance arrangements in respect of the pipeline; and

(c) within two (2) business days of a written request written by the Director or the Minister.

5. INDEMNITY

- 5.1 The Licensee must enter into a Deed of Indemnity in the form set out in Schedule 2 of this licence in respect of its liability under this licence.

6. COMPLIANCE WITH LAWS

- 6.1 The Licensee must comply with the law as in force in the Northern Territory of Australia from time to time.
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