

# **Jemena Gas Networks (NSW) Ltd**

## **2015-20 Access Arrangement**

### **Response to the AER's draft decision and revised proposal**

#### **Appendix 4.5 - Letter from AEMO - Gloucester supply**

Public

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Dear Mr Martin,

**RE: Request to AEMO regarding Gloucester CSG**

AEMO is pleased to respond to your request for information regarding the development of CSG from AGL's Gloucester resource.

AEMO's current view of when gas supply will be available from AGL's Gloucester resource is contained in the update to 2013 GSOO published in May 2014 which expects delivery of gas from Gloucester in 2017.

Please note that the May 2014 GSOO update does not consider the latest developments in eastern and south eastern gas markets, and does not take into consideration the latest gas consumption forecasts published in December 2014. These developments and updated forecasts may have a significant impact on the timing of and need for development of AGL's Gloucester resource.

AEMO is updating the outlook for resource development in the eastern and south eastern Australian gas markets as part of the 2015 GSOO, which is due to be published in March 2015. As the 2015 GSOO is still under development we are unable to release any results.

AEMO expects AGL to develop their Gloucester resources to deliver CSG to the JGN resource by 2017, and the 2015 GSOO will classify the Gloucester resource as 2P (proven and probable).

AEMO also understands from its discussion with you that the commencement of injections of up to 120 TJ per day of gas from the AGL Newcastle Gas Storage Plant this winter is not expected to require the installation of heating facilities at offtake stations on the Northern Trunk pipeline.

If you have any further questions please call James Lindley on (07) 3347 3906 or email him at [james.lindley@aemo.com.au](mailto:james.lindley@aemo.com.au).

Yours Sincerely

  
**Louis Tirpcou**  
**Group Manager Planning**