

*Report from Stakeholders
CSLF Strategic Implementation Reporting System (SPIR)
January 2007*

1. World Energy Council (WEC)

CSLF Stakeholders Meeting in London

On 15 November 2006, WEC convened a CSLF Stakeholders' meeting which took place back-to-back with the CSLF Technical Group Meeting in London. The Stakeholder meeting was attended by 15 representatives from six countries. Due to the UNFCCC COP meetings held in Nairobi, Kenya at the same time, a number of leading CSLF Stakeholders had to send their apologies. Those attending the London meeting focused their discussion on Stakeholders' expectations and their involvement in CSLF. It was agreed to hold another meeting in early 2007 to develop Stakeholders contribution to the Agenda for the next CSLF Meeting in Paris, 25-28 March 2007.

CCS Demonstration Projects in Developing Countries

WEC's efforts aimed at identifying potential CCS demonstration projects in developing countries are beginning to bring results. The WEC Nigerian Member Committee has prepared a draft proposal for "Feasibility Study and Demonstration Projects On Carbon Dioxide Capture and Storage (CCS) in Nigeria". The objective of the proposed study is to examine the technical and economic feasibility of CCS, including technology transfer and support for setting up an R&D facility in the country. The study would also investigate the feasibility of incorporating CO₂ capture and storage into new power plants to be built in Nigeria. The draft proposal is being reviewed by the relevant WEC Committees to define further actions.

2. Project Information

All registered CSLF stakeholders were requested to provide information on CCS projects they are involved in. The following reports were received.

The Australian Petroleum Production & Exploration Association Limited Report *Gorgon Project*

During the second half of 2006 the Gorgon Project in Western Australia continued to progress environmental approvals. This culminated with the announcement by the Western Australian Minister for the Environment on 12th December 2006 that he has prepared the way for the granting of State Environmental approvals. Formal State and Federal environmental approval is anticipated in the first half of 2007.

The Gorgon Joint Venturers also received a funding offer of AUD 60 million from the Federal Government Low Emissions Technology Demonstration Fund. This funding offer is contingent on the Project receiving its formal approvals.

Fairview Power Project

In November 2006, the Federal Government announced AUD 75 million support from the Federal Government Low Emissions Technology Demonstration Fund for a new gas-fired power station coupled with a CCS project to highlight the significant contribution that natural gas can make to reducing greenhouse gas emissions.

The Fairview Project will see a new coal seam gas-fired power station and CCS project constructed at Injune, near Roma in Queensland. Further details are contained in the attached document.

CCS legislative and regulatory developments in Australia

The industry has continued to present its views to the Australian Government on the proposed development in 2007 of a legislative and regulatory framework for CCS activities in Australia.

The Anglo Coal (Australia) Report

Monash Energy (Australia)

- In September 2006 Anglo Coal and Shell signed a Joint Development Agreement governing the ongoing development of the Monash Energy project – a major Coal-to-Liquids project featuring large-scale offshore geological storage of by-product carbon dioxide.
- Subsequent activity in 2006 has centred on the resourcing and implementation of the Joint Development Agreement, and on engagement in the process for the development of the Australian regulatory regime for offshore geological storage.