

Report for Team

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- What was
 - Carbon price: Offer \$47 Bid \$49
 - Facilities cost: \$415
- Was the decision to develop the Soda Water field?
NO
- If so, what are the terms that were reached?
 - Carbon toll:
- If not, what else might be done given more time:
 - Confirm can receive lower IRR than 10% (Contractor)
 - Problems of computing liability (Government)

- What were the key issues and drivers for the Government?
 - Cost of covering liability and uncertainty of information

- What were the key issues and drivers for the Contractor?
 - Achieving a reasonable IRR

- Any key assumptions that you made?
 - Contractor assumed that 10% IRR would be acceptable to shareholders
- Other costs/revenues taken into account
 - Extra drilling increased delineation costs (but reduced facility costs)
- Other ideas, issues or learning that the team wants to discuss.