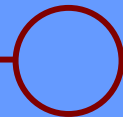


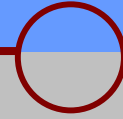


# Australian Pipeline Trust

**Chief Executive Officer's  
Presentation**

**Mick McCormack**





- Operating Highlights



- Regulation

- Strategic Direction



- Industry Issues

# Senior Management

Australian  
Pipeline Trust



Mick McCormack  
Chief Executive Officer



Stephen Ohl  
General Manager, Ops



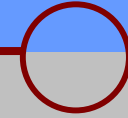
Rick Francis  
Chief Financial Officer



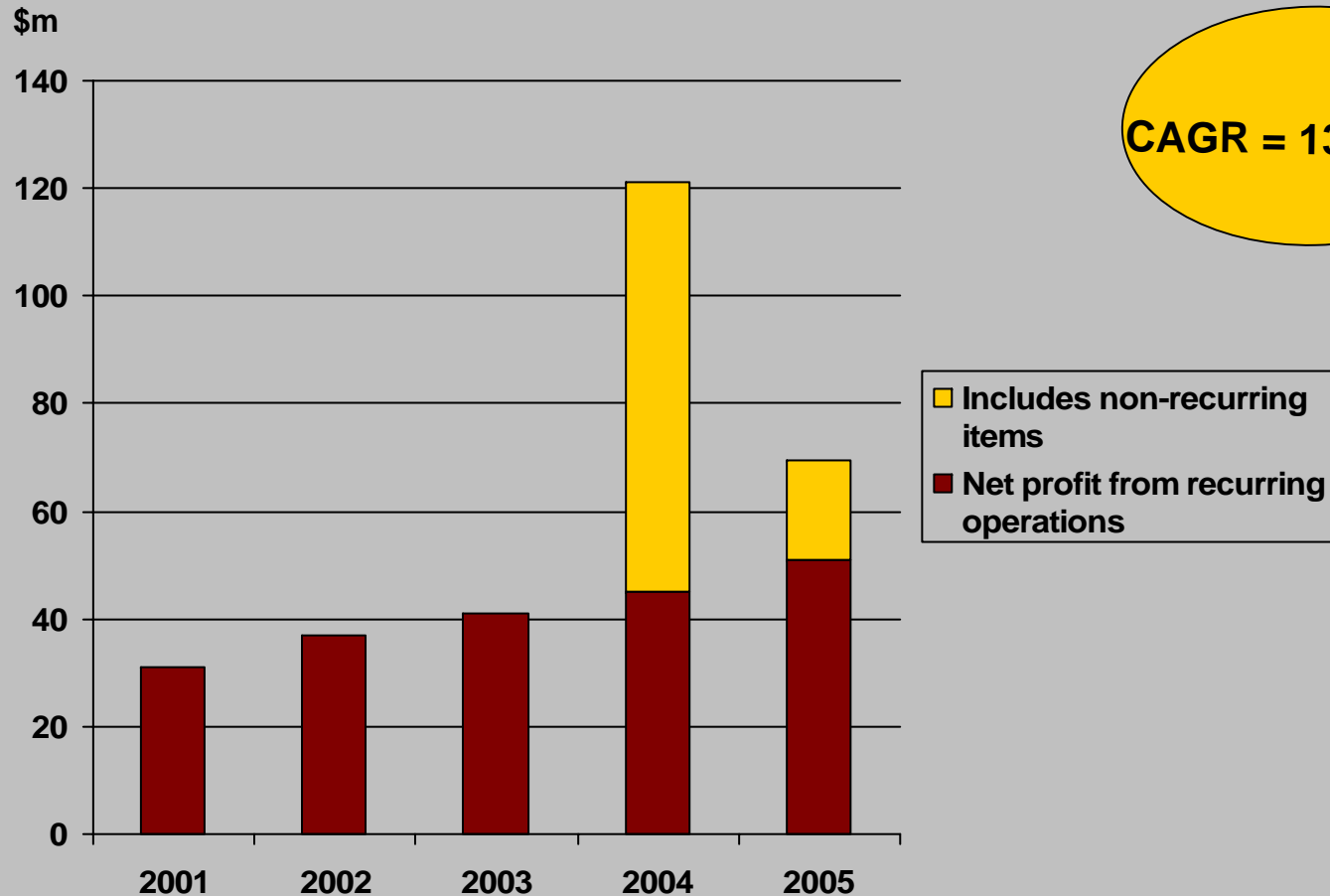
Sandra Dureau  
General Counsel



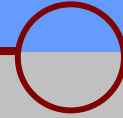
Austin James  
Company Secretary



## Continuation of Growth trend



CAGR = 13.5% pa



## Increased the Utilisation of Its Existing Assets

- QLD - new long-term contracts on the Roma to Brisbane Pipeline
- WA - new contracts on the Parmelia Gas Pipeline
- NSW - new third party revenues have been contracted for the Moomba to Sydney Pipeline

## Queensland

### Roma to Brisbane Pipeline

- Braemar power station gas haulage contract (6PJ, 10 years)
- Incitec Urea plant (16PJ, 10 years)
- CS Energy variation agreement (15PJ, 12.5 years)



Carpentaria & Roma to Brisbane Pipelines

## Western Australia

### Parmelia Gas Pipeline

- Western Power - four year contract between \$2-5 million revenue



Parmelia, Mid-West & GGT Pipelines

## New South Wales (SA and QLD)

### Moomba to Sydney Pipeline

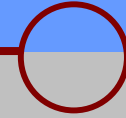
- Contracted GTD revenue decreasing (\$5.6 million)
- Additional revenue from 3rd parties as retail contestability increasing
- Existing utilisation levels are expected to increase past 2006



Moomba to Sydney Pipeline

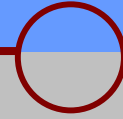


## Mooma to Sydney Pipeline - Stress Corrosion Cracking



- SCC
  - not uncommon where certain ground and pipeline operating conditions exist
  - mainly identified in first 162kms of MSP
- APA has
  - run two investigative “pigs”
  - regulatory authorities fully informed
  - identified and repaired six SCC locations
  - identified, provided and programmed further repairs and pigging

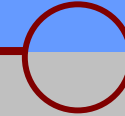




## Stress Corrosion Cracking Cont'd

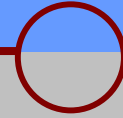
- Work on further sites to be completed by March 2006
- MSP has met and will continue to meet all safety, legislative and contractual commitments



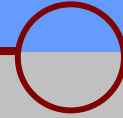


## Strategic 5.3% Stake In GasNet





- Australia needs a regulation which encourages efficient and effective development of infrastructure
- Regulators must have clear goals and revised regulatory framework
- Productivity Commission report is widely supported and should be fully implemented
- Australian Energy Markets reform needs to recognise Gas and Electricity are not the same



## Core Strategy Remains

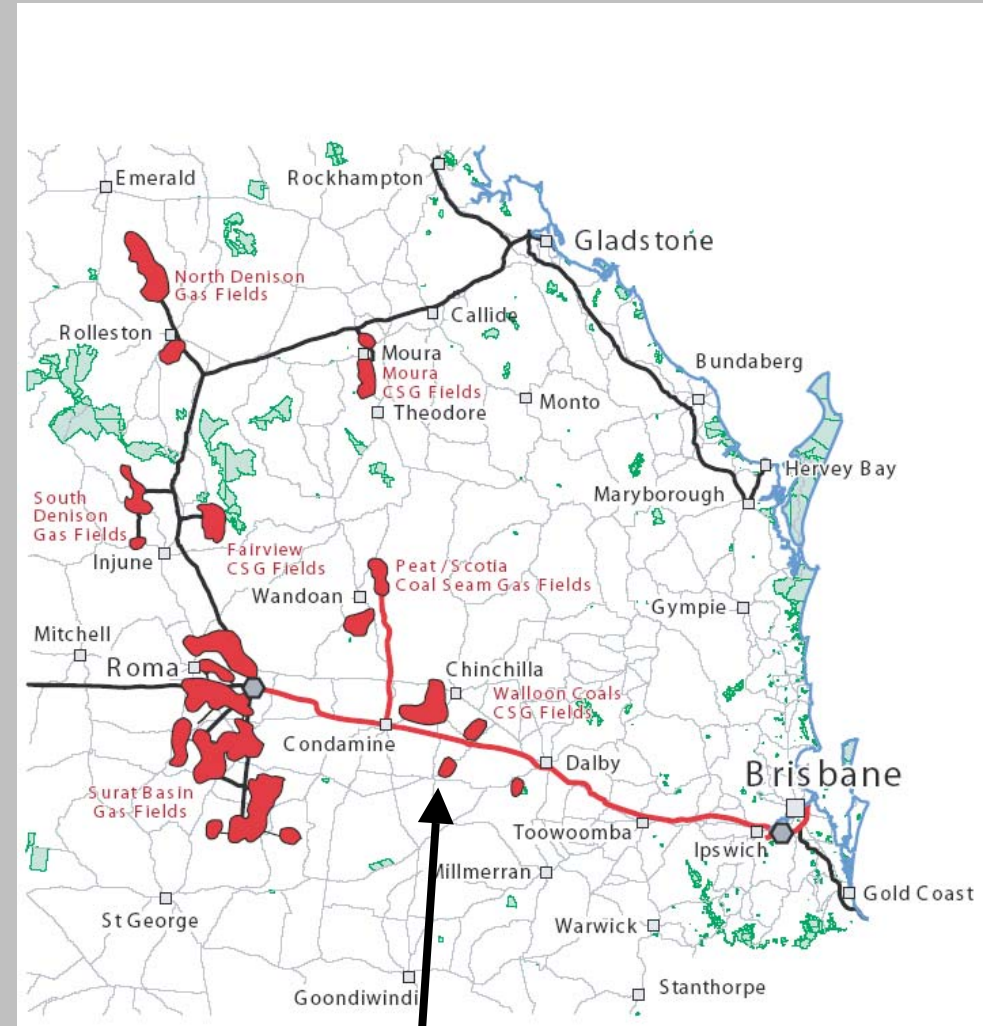
- Expanding utilisation of existing pipelines
- Diversification through
  - Acquiring pipeline assets
  - Complementary assets
- Greenfields projects in Australia

## Complementary Assets

- Diversification
- Uses existing skills



Kogan North



Kogan North CSM

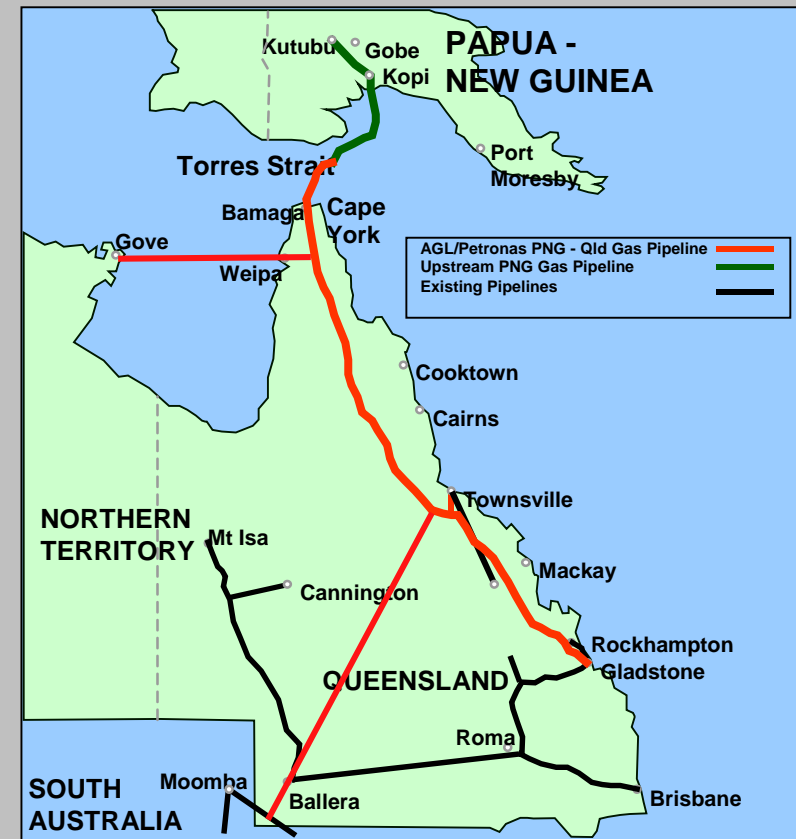
## Greenfields Projects in Australia

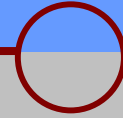
### PNG Pipeline Project

- Gas supply to south - eastern and northern Australia is the issue
- Conditional contracts increasing likelihood of PNG gas pipeline
- PNG Gas Pipeline Project is progressing with mid 2006 targeted as project approval date
- APA has right to acquire minimum of 20% of the project from the consortium

### QLD/NSW Interconnection

- Connects South West QLD Pipeline to MSP



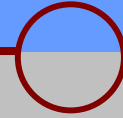


## Natural Gas As Part of the Energy Mix

- Natural gas is the best “transition” fuel for the environment
- Natural gas consumption likely to double to 2100PJ by 2030\*
- Gas should have a “Peak Body” to promote its benefits

\* Source - ABARE





- The natural gas industry is evolving
- The value and importance of natural gas in Australia is increasing
- APA is developing strategies that build on its strong foundations and is well positioned to participate in opportunities as they arise
- APA is on track to, at least, maintain profitability and distributions in FY2006
- Natural gas as a “transition” fuel will be significant in addressing environmental concerns
- This is an exciting time for our business



# We Deliver

[www.pipelinetrust.com.au](http://www.pipelinetrust.com.au)

