

Tassie Shoal Methanol Project (TSMP) (MEO 50%)

Subject to securing adequate gas supplies, the Company proposes the staged construction of two large natural gas reforming and methanol production plants, each with an annual production capacity of 1.75 million tonnes on its own concrete gravity structure (CGS). Each pre-fabricated and pre-commissioned plant will be towed to Tassie Shoal and grounded for operation using sea water ballast. Tassie Shoal is an area of shallow water in the Australian waters of the Timor Sea approximately 275 km north-west of Darwin, Northern Territory.

During the year, the TSMP project team further optimized the design of the plant and concrete substructure and has continued to progress the resolution of various commercial matters, including gas supply options, so that Front End Engineering and Design (FEED) studies can commence once the gas supply is confirmed. In parallel, site selection studies continued for a suitable South East Asian casting basin to construct the facilities.

At this stage no contracts for the supply of gas have been entered into. While no assurances can be given, the Company is confident that it will be able to source gas supply from one or more accumulations in the vicinity of Tassie Shoal, including the two gas discoveries (Heron and Blackwood) declared in NT/P68.

