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Friday 2 January, 2004

Update Number 2 - Incident at Moomba Gas Plant

Santos expects limited supplies of gas to be delivered tonight from Moomba into the gas pipeline grid.

The gas to be supplied has been previously processed through the Moomba plant and stored in underground reservoirs during periods of low demand.

Total volumes are expected to build to approximately 100 terajoules per day (TJ/d). This is up to 30 per cent of the Moomba plant's current summer demand.

FOR FURTHER INFORMATION PLEASE CONTACT:

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Santos stock symbols: STO (Australian Stock Exchange), STOSY (NASDAQ ADR)