

To	Company Announcements Office	Facsimile	1300 300 021
Company	Australian Stock Exchange Limited	Date	7 June 2006
From	Bill Hundy	Pages	42
Subject	PRESENTATION		

Attached for your information is a presentation to be made by Mr Grant King, Managing Director to a briefing of institutional investors to be held in Sydney today. Further presentations will be made during the course of the day by senior management of Origin Energy and these will be provided to the ASX prior to delivery.

A copy of the presentation can also be obtained from our website www.originenergy.com.au under the Investor Centre - Presentations section.

Regards

A handwritten signature in black ink, appearing to read "Bill Hundy", enclosed within a thin black rectangular border.

Bill Hundy
Company Secretary

02 8345 5467 - bill.hundy@originenergy.com.au

The background features a dark, textured pattern with a large, stylized gear on the right side. The logo consists of a white circular icon with three overlapping lines, followed by the word "origin" in a large, white, lowercase sans-serif font, and "energy" in a smaller, white, lowercase sans-serif font below it.

origin energy

Overview of Origin Energy

Key Strategic and Operational Issues

Grant King - Managing Director

June 2006

Disclaimer

Any forward looking information in this presentation has been prepared on the basis of a number of assumptions which may prove to be incorrect and these statements speak only as of the date of this presentation. This presentation should not be relied upon as a recommendation to buy or sell shares by Origin Energy Limited.

Nothing in this presentation should be construed as either an offer to sell or a solicitation of an offer to buy or sell shares in Origin Energy Limited.

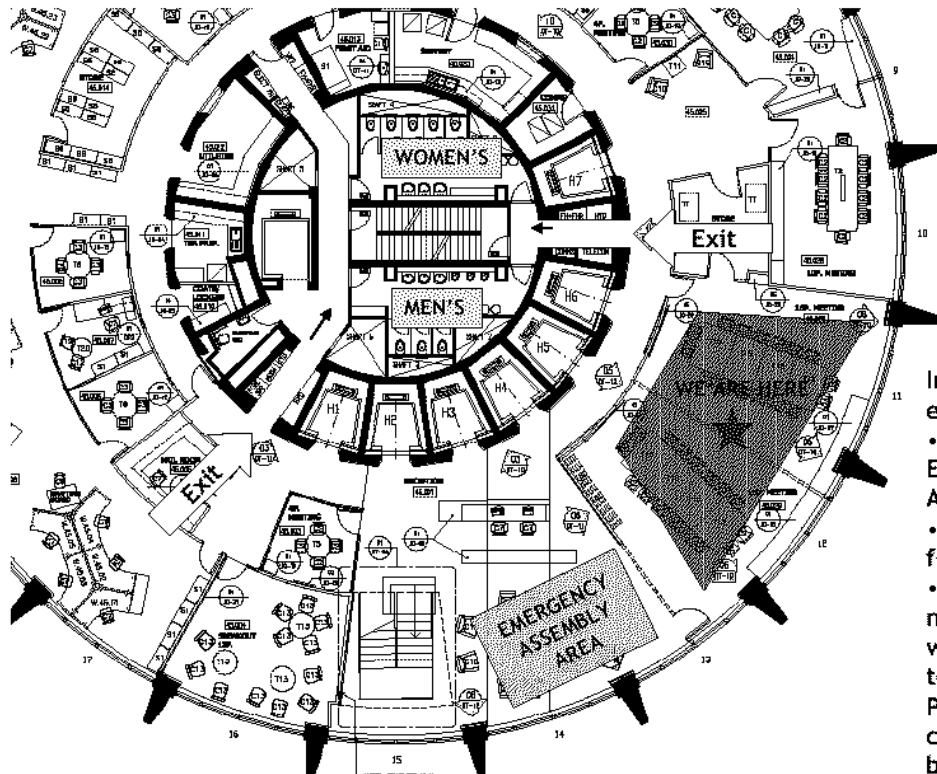
Welcome and Administrative Arrangements

Day One - Wednesday, 07 June 2005

Time	Event
08:30 am	Presentations from Grant King - Managing Director Karen Moses - Chief Operating Officer, Australia
10:30 am	Break
11:00 am	Presentations from Karen Moses - Chief Operating Officer, Australia Rob Willink - Executive General Manager, Exploration
12:30 pm	Lunch
01:30 pm	Presentation from Andrew Stock - Executive Manager, Major Development Projects
02:30 pm	Break
02:45 pm	Presentations from Frank Catabria - Chief Financial Officer Grant King - Managing Director
04:15 pm	Transfer to Sydney Universal Terminal
05:00 pm - 06:40 pm	Flight from Sydney to Roma
07:30 pm	Dinner and accommodation in Roma

Day Two - Thursday, 08 June 2005

Time	Event
06:30 am	Meet for breakfast
07:15 am	Depart Roma for Spring Gully
08:15 am	Arrive Spring Gully CSG presentation from Martin Riley - Manager QLD Producing Assets
09:15 am	Visit operating well with view over evaporation pond / reverse osmosis
10:00 am	Travel to Strathblane (view rigs and new project)
11:30 am	Tour of gas plant
12:00 am	Travel to homestead
12:15 pm	Lunch at Homestead
01:00 pm	Depart Spring Gully for Roma airport
02:00 pm	Flight from Roma to Sydney
04:00 pm	Arrive Sydney and connect with commercial flights

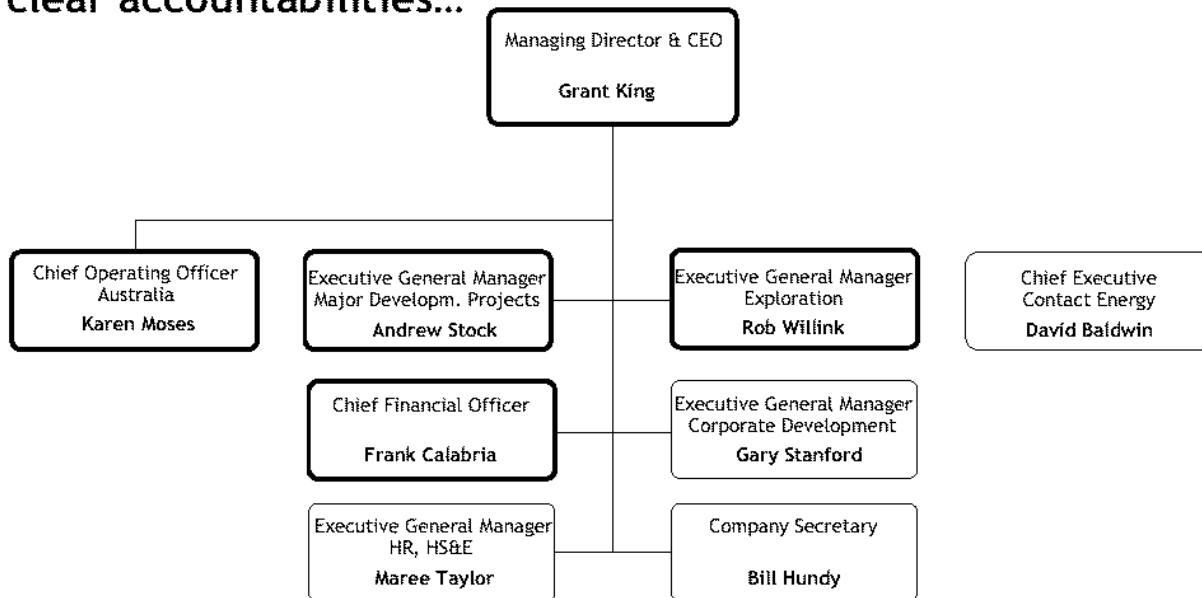


NOTES: FEATURES AND
FIXTURES THROUGHOUT
YOU TO BE DEMOLISHED
AND REINSTALLED BY
SPECIALIST CONTRACTOR

In the event of an evacuation alarm

- Move to the Emergency Assembly Area
- Await instructions from Floor Wardens
- If evacuation is necessary, please stay with the Floor Warden to be taken to Wynyard Park where a head count and role call will be taken

Origin's Executive Management Team is organised to ensure clear accountabilities...



... for continued improvement of performance in existing businesses, the execution of major development projects, and the identification and pursuit of new opportunities for growth

Red outline - presenting today

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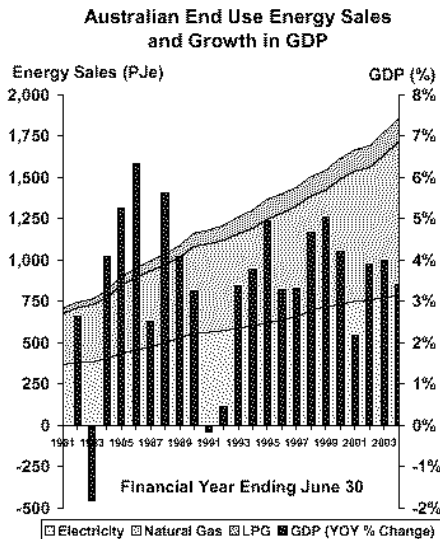
The logo features a stylized white 'O' composed of several overlapping, concentric, slightly offset circles, creating a sense of motion or energy. The background is a dark, textured grey with faint, abstract white lines and shapes, including a large, curved white shape on the right side that resembles a stylized 'E' or a power symbol.

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End use sales of electricity, gas, and related products and services in Australia is around A\$38 billion per annum and are growing steadily with energy usage...

A GROWING MARKET

- Growth in domestic demand for natural gas, LPG and electricity and has averaged around 4% per annum in Australia since the 1980s even through times of recession
- Growth in demand for energy is forecast to continue with ABARE predicting compound growth of 3.3% for natural gas and 2.4% for electricity through to 2020



A GROWING COMPANY

- Revenues up 38% in 2005 to \$4.9 billion (31% Compound Average Growth Rate (CAGR) since listing), profit after tax up 30% to \$266 million (28% CAGR), and EPS up 24% (22% CAGR)
- Origin is amongst the largest participants in the domestic energy markets and account for only around 9% of this end use revenue, with substantial room for growth

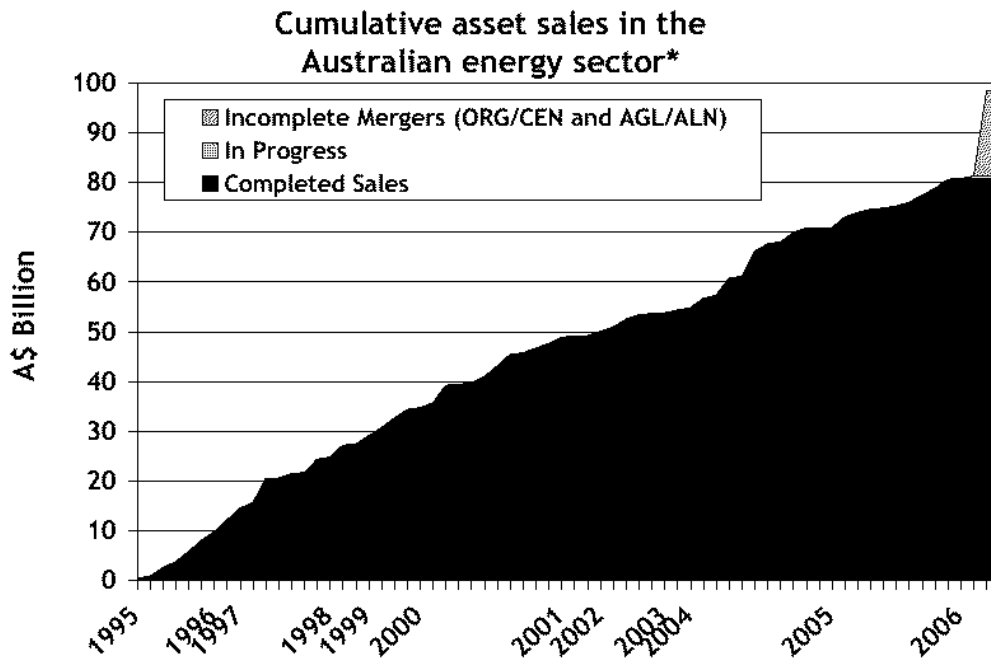
... while changes to Australia's energy industry over the last decade provide the opportunity for listed companies to grow more rapidly than the market as a whole

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The major changes that have shaped the energy industry in the last decade include:

- Privatisation of government owned electricity generators, distributors and retailers and gas distributors and retailers;
- Deregulation of energy markets resulting in competitive markets for the supply of gas and electricity to consumers;
- The establishment of infrastructure investors focused on the ownership of regulated energy assets;
- An abundance of thermal fuel for power generation and an excess of generation capacity resulting in low wholesale electricity prices; and
- An increase in gas focused exploration and development resulting in a significant increase in new gas supply addressing these markets...

Privatisation and subsequent sale and consolidation...

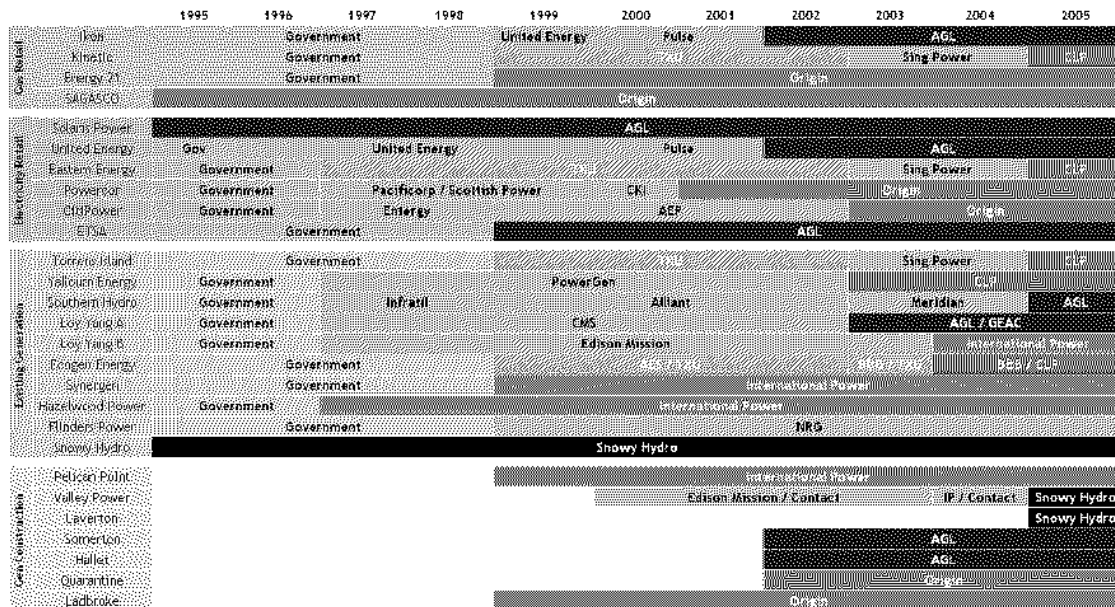


... has resulted in a high volume of transactions occurring in the energy sector

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In 2005 segment integration and consolidation by the market participants continued...

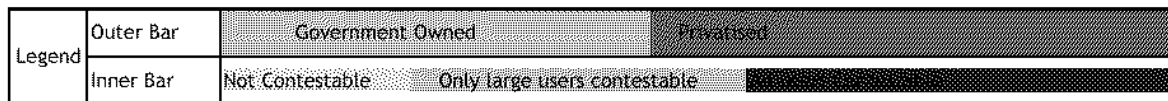
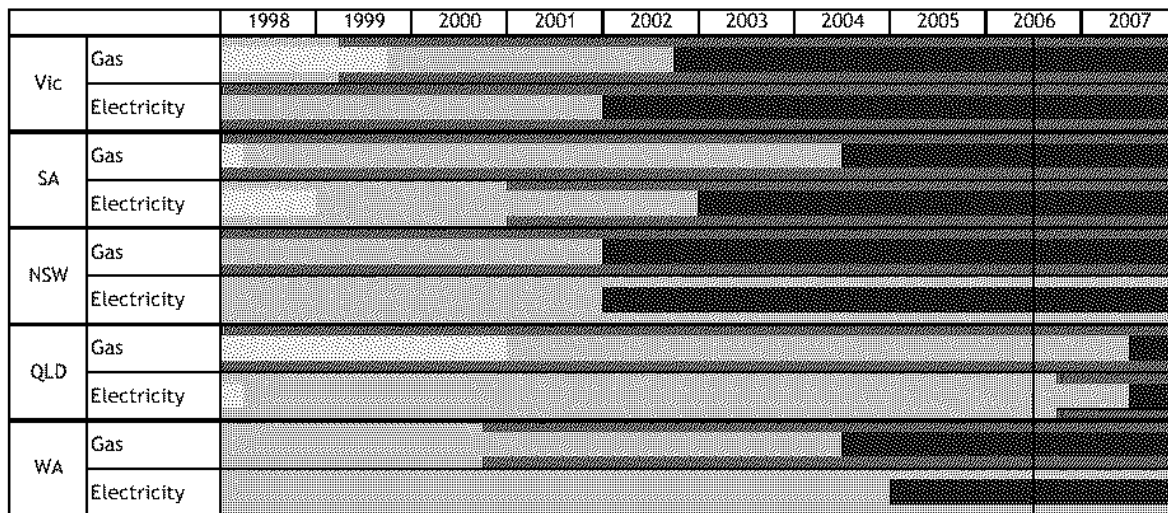
VIC/SA Energy Market Ownership Evolution^a



... with CLP, AGL & Snowy Hydro successful in achieving increased consolidation and integration growth



Deregulation and the introduction of contestability in the energy sector commenced in the mid 1990's...



... but gradual implementation has left room for continued growth as governments complete this process

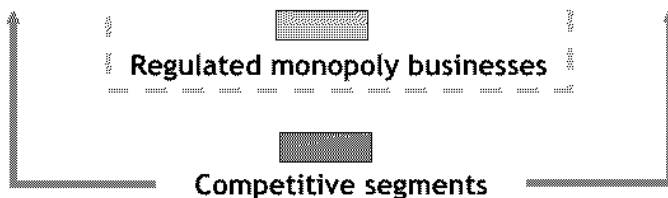
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Anticipating these changes Origin (then Boral) believed the Industry would separate into the regulated and the contestable segments...

Natural Gas



Electricity



... and established Envestra as the first large listed company focused on regulated energy assets

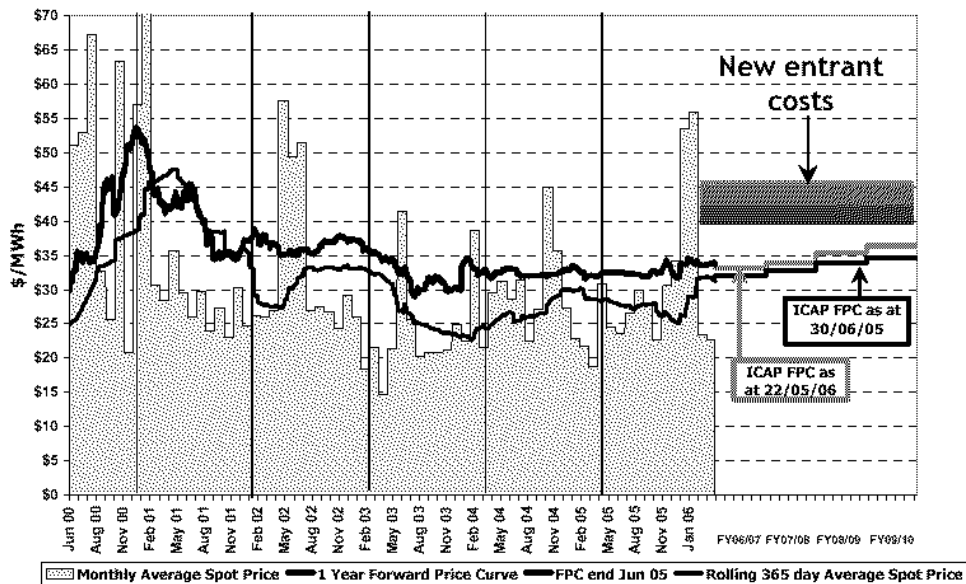


This area of infrastructure is now heavily populated with similar investors:

- Duet
- Alinta and Alinta Infrastructure holdings
- Babcock & Brown Infrastructure
- Challenge Infrastructure
- Gasnet
- APT
- Spark
- SP Ausnet

An abundance of thermal fuel and excess generation capacity has resulted in low wholesale electricity prices

Victorian spot market and contract market electricity prices



As a result investment in generation has not been attractive to date although tightening demand in coming years will require further investment



An increase in gas focused exploration and development has seen the upstream industry commit over \$3 billion to new developments...

- Patricia/Baleen (producing)
- Bream gas-cap development (producing)
- Minerva (producing)
- Casino (proposed)
- CSG fields in the north Bowen, central Bowen and Sydney Basins (various stages of development)
- BassGas (commissioning)
- Thylacine/Geographe (under construction)



BassGas (Yolla) platform pictured from the flare boom during installation

... adding over 200 PJ/a of supply capacity to eastern Australian markets

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Origin's financial objectives and business strategies were established to respond to these changes in the energy industry...

- **Financial Objective**

- Steady and predictable cashflows
- EPS growth of 10-15% pa on average

- **Business Strategy**

- Positioned in the competitive (rather than regulated) segments of the Australian energy industry
- Integrated across these segments to:
 - Better manage risk through natural hedges
 - Enhance the range of growth opportunities
- Pursue other opportunities that leverage skills and knowledge

... while these objectives and strategies are continually reviewed, they are still relevant today



Origin reports its business across four segments covering its operations in Australia, New Zealand and the Pacific...



Exploration and Production

- Over 2,100 PJe 2P reserves and annual sales of over 80 PJe
- Diverse acreage position across Australia and New Zealand
- A leading Australian CSG producer

Retail

- Over 2 million customers, Australia's 2nd largest energy retailer
- National business covering electricity, gas, LPG and related products and services

Generation

- Interests in over 870 MW of installed capacity
- Predominantly gas fired, including co-generation & peaking units
- Output contracted to 3rd parties or Retail division

Networks

- Provision of asset management services to 3rd parties, managing approximately 20,000 km of gas networks and more than 3,500 km of water networks
- Equity Investment in Envestra

Contact Energy (51.4% interest)

- Integrated energy model similar to Origin
- Interests in around 2,100 MW of installed generation capacity and around 600,000 gas and electricity customers

... while the acquisition of a 51.4% interest in Contact Energy of New Zealand created a fifth segment

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Origin's strategy has been patiently implemented over the last ten years...

1997 1998 1999 2000 2001 2002 2003 2004 2005 2006

Building Retail capabilities

Spin off of regulated assets => Envestra

Energy 21 acquisition (retail gas)

Powercor acquisition (retail electricity)

CitiPower acquisition (retail electricity)

System Integration & FRC projects

Contact Energy acquisition

Networks

Origin Energy Asset Management established to provide asset management services to Envestra

Construction of SEA Gas pipeline

Coliban Water Joint Venture

Envestra

Envestra spun off - market capitalisation \$350 million

Stratus Networks acquisition - \$310 million capital raising

... building Retail accounts from 0.5 to 2.7 million, networks managed from 9 to over 20 thousand kms, while Envestra's market capitalisation has grown to around \$900 million...

In E&P Origin focussed on finding gas close to markets...

1997 1998 1999 2000 2001 2002 2003 2004 2005 2006

Building Exploration and Production capabilities

<= Legacy position in Cooper, onshore Otway, Bass, Perth, Surat and Bowen Basins

Peat CSG acquisition.....Australia's first long term CSG contract signed with BP Bulwer Island

Yolla 2 appraisal - Bass Basin

Moura CSG acquisition

Form study group and secure offshore Otway acreage

Origin farm-in to ARC Energy Perth Basin acreage

Thylacine and Geographe discoveries, Otway Basin

Hovea oil discovery, Perth Basin

Fairview/Spring Gully acquisition

BassGas Project approved

AGL signs major CSG contract (340 PJ)

QAL & Incitec Pivot CSG contracts

Acquire Kupe interest (NZ)

Otway Gas Project approved

CSG/Cooper Gas Swap

Spring Gully online

... pioneering Australian CSG and the revival of exploration in the Otway Basin, and doubling reserves...

Pangaea
acqu'n

...while in generation Origin has steadily built capabilities in development of cogeneration and peaking plants...

1997 1998 1999 2000 2001 2002 2003 2004 2005 2006

Building generation capabilities

Investment in small cogeneration facilities

Commissioning of Osborne Cogeneration facility - Australia's largest - 180 MW

Roma Power Station (64 MW)

Ladbroke Grove Power Station (84 MW)

Bulwer Island (32 MW)

Quarantine (92 MW)

Worsley Cogeneration interest acquired (120 MW)

Mt Stuart acquired (288 MW)

Origin acquires interest in Geodynamics

Construction starts on SLIVER® plant

Contact Energy acquisition

Gas base load plans flagged

First SLIVER® modules

Spring Gully EIS

Mortlake EES

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... increasing generation capacity from less than 20 MW to over 3,000 MW*. Plans are currently submitted for up to a further 2,000 MW of gas fired base load generation

A significant part of the growth in generation capacity comes from the acquisition of a 51.4% interest in Contact Energy...

Retail and generation coverage across NZ

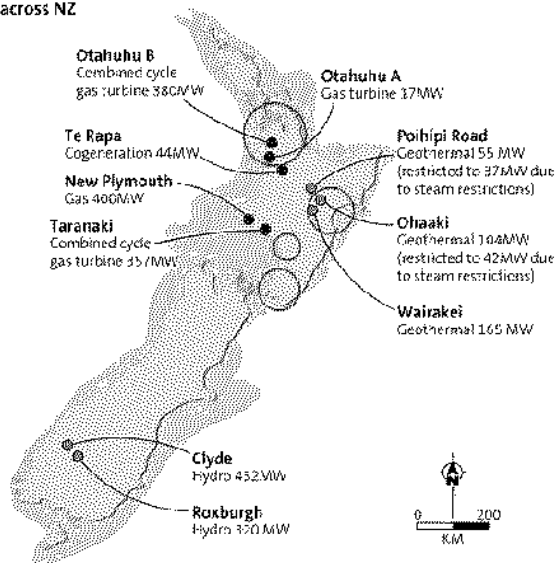
28% of generation capacity

- 50% thermal
- ⊙ 15% geothermal
- ⊙ 35% hydro

29% of electricity retail market

40% of gas retail market

○ gas retail area



Oakey - Australia
Open cycle gas turbine 306MW
Contact share 25%



... providing a greater balance in Origin's exposure to its different business segments

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In the course of implementing Origin's strategies there have been a number of key issues...

- Regulated vs competitive positioning and cost of capital
- Risk management strategies - the value of integration
- The energy supply demand balance and the need to source gas close to markets
- Retail consolidation - key elements for success
- Carbon

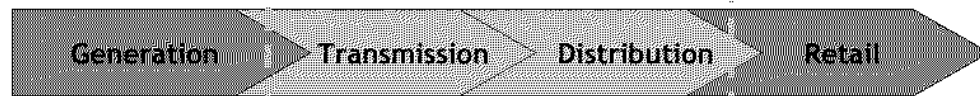
... requiring decisions to be made that have been a major contribution to the success of the Company to date

Competitive advantage in regulated infrastructure is a low WACC, requiring stable cash-flows from secure assets with monopoly characteristics, and incompatible with high growth aspirations...

Natural Gas



Electricity



Origin maintains an equity investment in Envestra and provides Asset Management Services

Regulated monopoly businesses

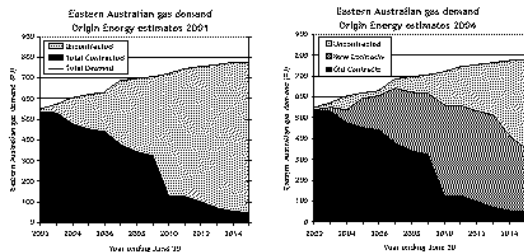
Competitive segments

Origin spun off Envestra with high gearing/secure cashflow in 1997 & invested proceeds in competitive segments **Origin**

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Origin also took a fundamentally different view to many industry participants on energy supply demand dynamics...

Origin's supply / demand analysis for eastern Australia in 2001 showed large uncontracted demand creating perceived shortfall in local supply..... #



..... but since 2001 over 4,000 PJ of gas supply contracts⁷ from eastern Australian basins have filled this shortfall

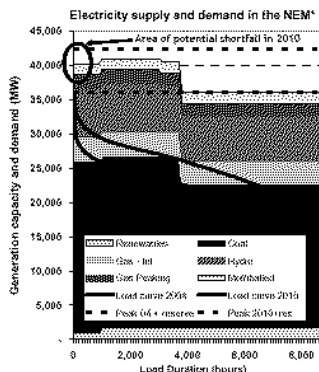
7 Source: Yachou - Gas contracts and AEMU data - Gas market dynamics - report dated 14 April, 2006
Origin demand estimates get used in production and reserve contracts.

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Electricity: Generation overhang & low prices to endure. Cover peak, contract from pool, cautious approach to base-load. Develop options to build new plant and backward integrate into fuel

Gas: Demand growth would be lower than estimated and gas more abundant. Origin secured competitive equity gas close to markets to develop incrementally & shortened Retail contracting timeframe

Origin believes the electricity market remains in a position of oversupply that will last many years..... #



- In aggregate the NEM is currently oversupplied. Peak demand is comfortably satisfied with appropriate reserve requirements
- By 2010 the shortfall is only at peak times. Base load and intermediate demand is covered entirely by coal, renewables and non-peak gas
- This shortfall (marked by the oval shape) is best served by peaking plant with low capital cost

.... as modelled demand increases only require additional peak capacity through to 2010

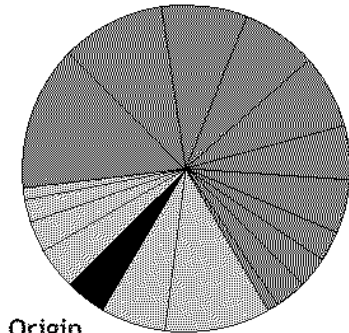
8 Source: IPRAG Statement of Opportunity and Origin analysis

... and took positions early in the decade which have enhanced Origin's competitive position over time

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The company believed consolidation in the energy retail market was inevitable with initial positioning critical to long term survival

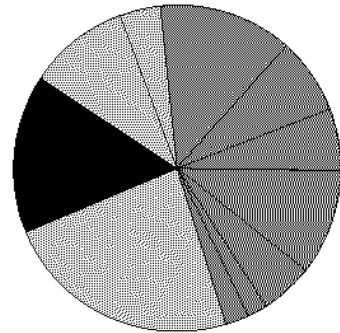
Eastern Australia
Market share of customers: 1998



Origin
Energy
4%

Eastern Australia
Market share of customers: 2004

Origin
Energy
16%



■ Origin Energy
▨ Listed Companies
■ Government owned

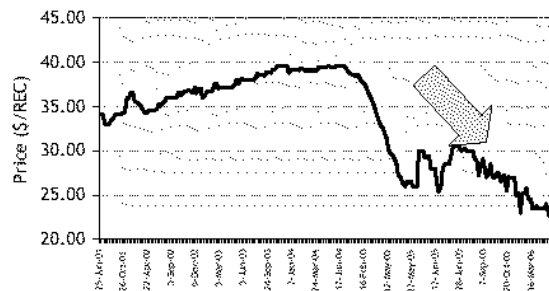
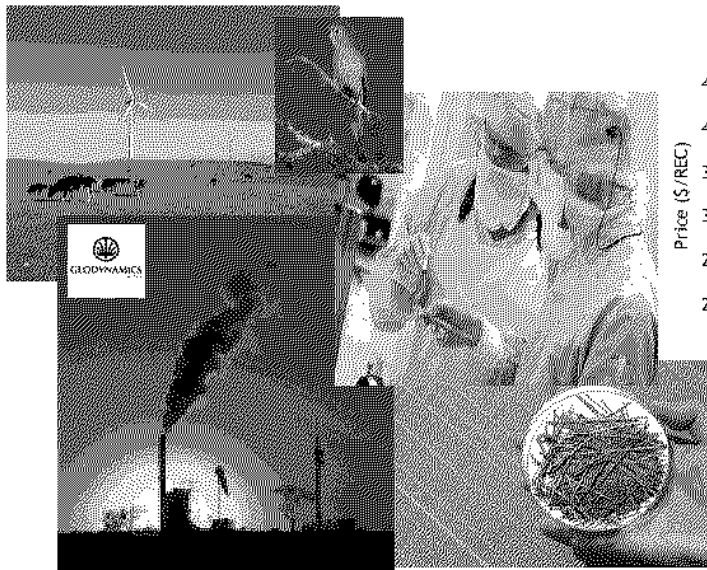
Retail Consolidation: Gas was tightly held under long term contracts - being "gas enabled" was critical to survival. Origin first acquired a retail gas position in Victoria (Energy21) then continued to build scale and dual fuel capability.

Multi-utility model: Deliberate decision to concentrate on energy only.

...with gas supply, scale economies, a dual fuel position,
and rigorous risk management critical

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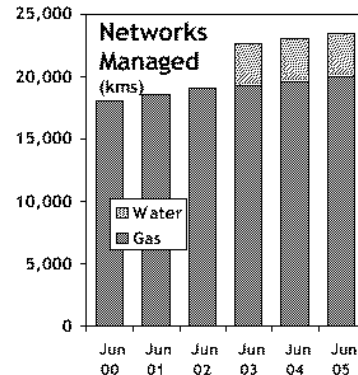
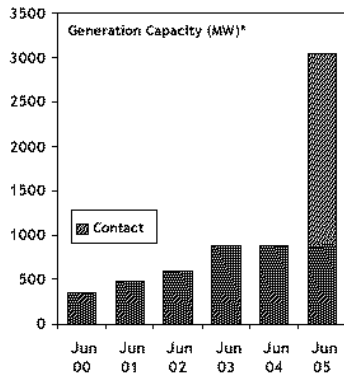
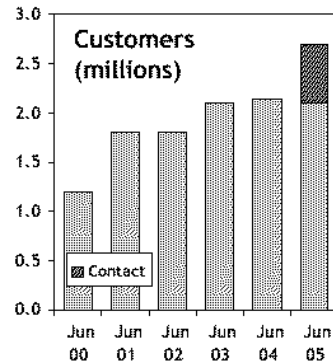
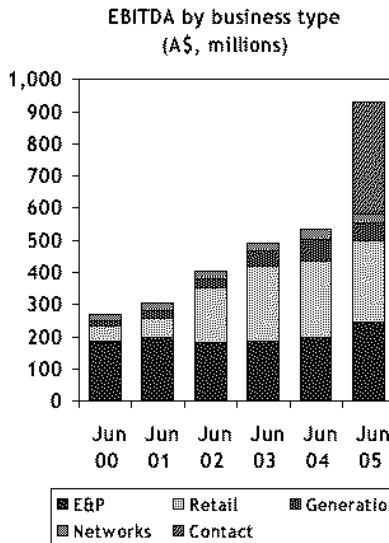
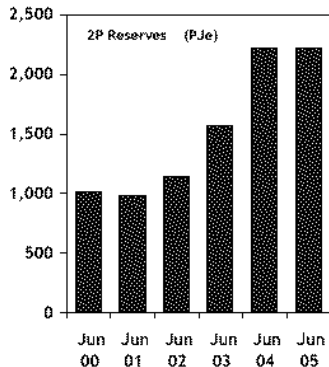
Origin believed carbon intensity would inevitably evolve as an issue, but regulation and economics uncertainties large...



... therefore developed options in low greenhouse emission technologies to selectively implement as carbon regimes are put in place

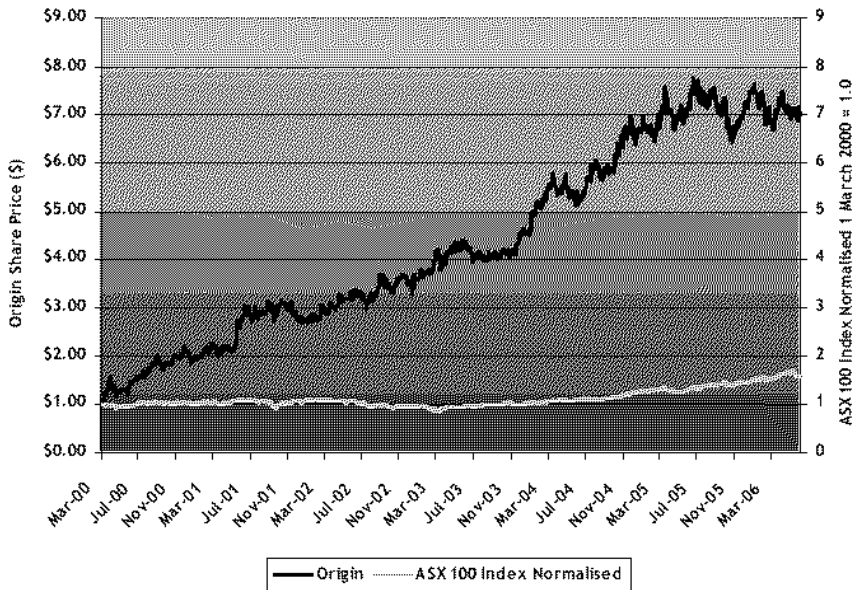
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Implementation of Origin's financial objectives and business strategy has grown the company's operations and profits



This has led to a significant appreciation in Origin's share price and market capitalisation...

Origin Energy Share Price and S&P ASX 100 Index
(1 March 2000 to 2 June 2006)



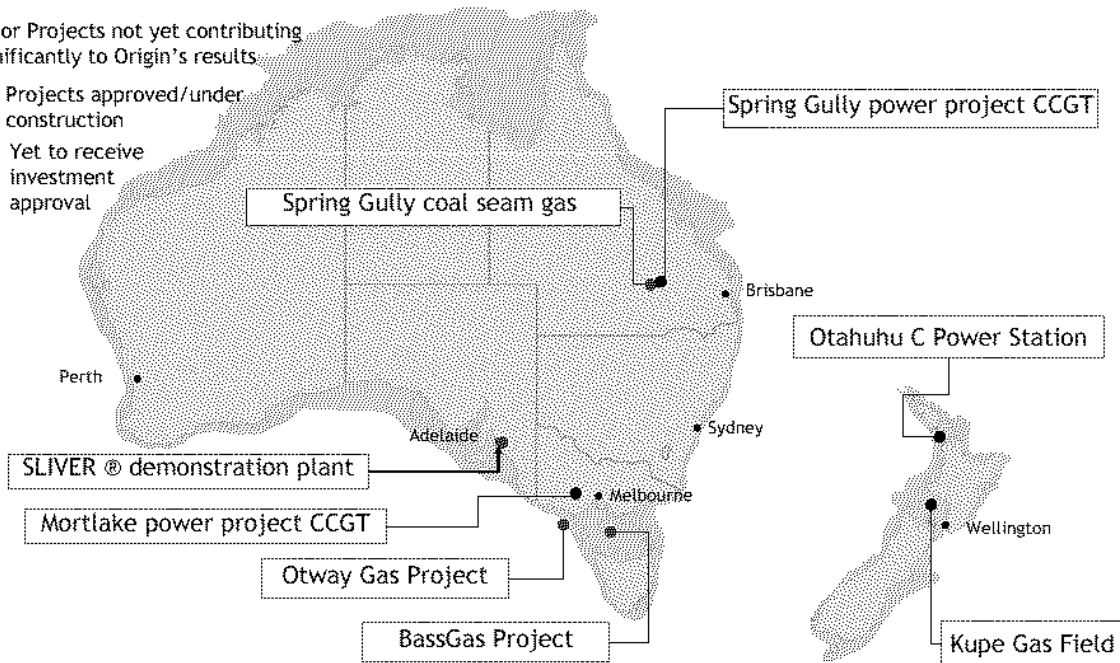
...establishing Origin in the top 50 companies listed on the ASX



Looking forward origin continues to concentrate on project development as the main driver for growth...

Major Projects not yet contributing significantly to Origin's results

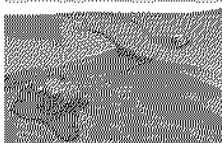
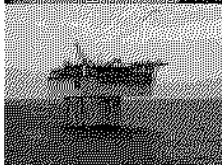
- Projects approved/under construction
- Yet to receive investment approval



... while acquisitions also present opportunities provided they meet appropriate criteria

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Production from Spring Gully has commenced and other upstream projects will ramp up over the next two years...



Spring Gully Coal Seam Gas (Origin 97% - Operator)

- \$199 million Stage 1 Project delivered on time and on budget
- First gas delivered June 05: will ramp up over 2 years to help service AGL contract (150 PJ over 15 years); QAL from late 2006 (180 PJ over 15 years) and Incitec Pivot from mid 2007 (70 PJ over 10 years). Initial production rates ahead of expectation

BassGas Project (Origin 42.5% - Operator)

- BassGas project has experienced construction delays and increased costs, with final cost to be determined following arbitration.
- Commissioning of offshore and onshore facilities is continuing
- Reserves increased 19% to 454 PJe after production drilling, and higher liquids prices will benefit project. Gross Production 20 PJ/a, 1 mmbbls condensate, 80,000 tonnes LPG

Otway Gas Project (Origin 30.75% - Woodside Operator)

- Project approaching completion and scheduled to deliver first gas later in 2006
- Reserves of over 800 PJ sales gas, 12 mmbbls condensate and 1.7 million tonnes of LPG
- Gross production expected to be 60 PJ/a sales gas and over 1 million barrels of liquids per annum. Origin to purchase 50% of gas produced

Kupe Gas Project (Origin 50% - Operator)

- Project costs escalating due to tight world construction market and high mobilisation fees to New Zealand
- Reserves upgraded 16% following field development studies to 394 PJe
- Gross Production 20 PJ per annum and around 1.5 million barrels of liquids per annum
- Final investment decision scheduled for June 2006

... while both the BassGas and Otway Gas projects will commence contributions during calendar 2006

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Origin is progressing a number of power generation development options in Australia and New Zealand...



Proposed Spring Gully Power Station

- Environmental Impact Statement released for public comment on 9 November 2005
- Proposal to construct a high efficiency gas fired power station of around 1000MW (likely two stages of 500 MW each)
- Located adjacent to existing coal seam gas development, avoiding transportation tariffs for the gas and taking advantage of water handling/disposal synergies

Proposed Mortlake Power Station

- Environmental Effects Statement likely to be released late November
- Proposal to construct a high efficiency gas fired power station of around 1000MW
- Located close to Origin's Otway Basin gas fields and potential gas storage, and directly on the main Melbourne to Portland high-voltage transmission line.
- Favourably located in terms of line losses

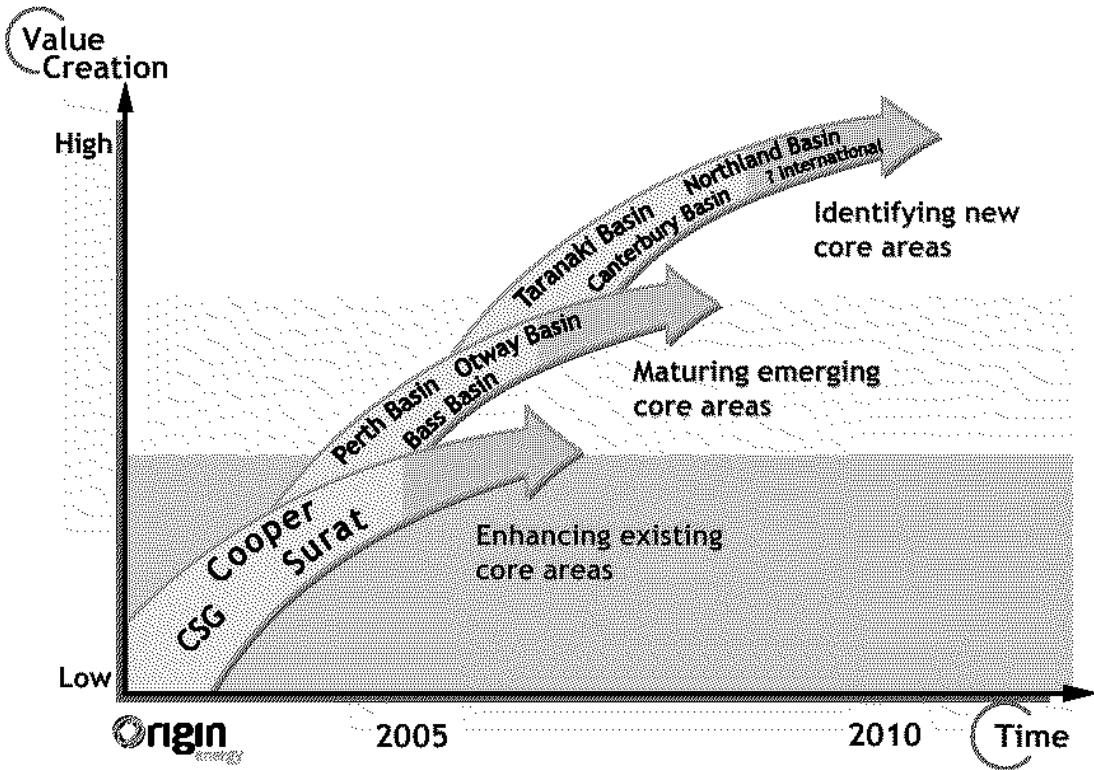
SLIVER® Photovoltaic Cell Demonstration Plant

- Constructed in Adelaide through 2004 to demonstrate commercial scale production of the patented SLIVER cell, using only 10% of the silicon used in traditional cells
- First product produced in late 2004, with progressively larger modules being constructed (current module size - 70 watts)
- First commercial product sales expected in 2006

... and continues to make steady progress with commercial demonstration of SLIVER® technology

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In the long term, exploration is expected to be major value contributor to Origin through reserve additions & future production



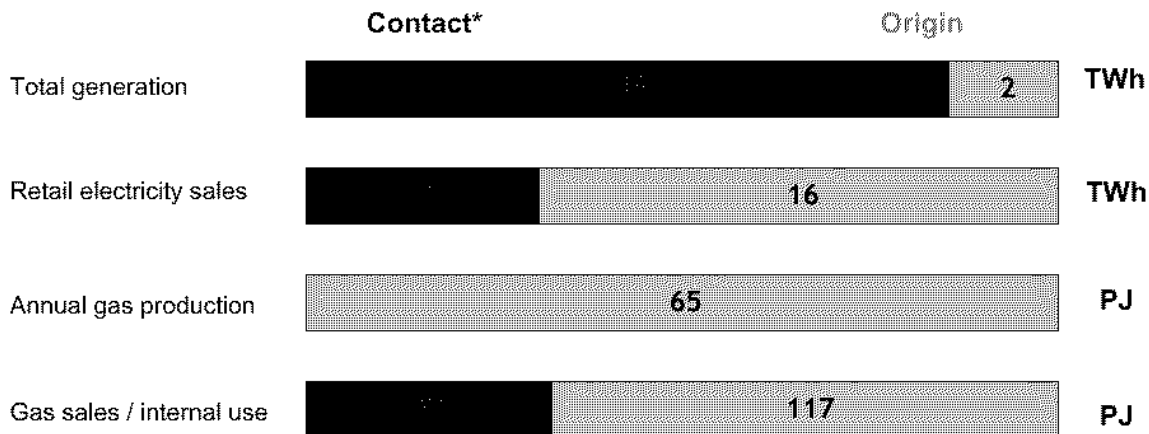
The acquisition of Contact in 2004 represented a strategically compatible business within Origin's geographic sphere of operations...

- Increases markets accessible to Origin with known economic, competitive and regulatory environment
- Strategically compatible business
 - business focussed on competitive generation and retail sectors
 - complementary to Origin's current assets
 - diversified portfolio of assets and risk management benefits
- Enhances Origin's value proposition for investors
 - strong, predictable cash flows
 - opportunities for growth

... and enhanced Origin's value proposition for investors



Contact's business, like Origin's, is based on a model of managing risk through integration...



Source: Contact Energy, Origin Energy. Assumes 100% Contact Energy - 2005 Data

... which has resulted in a different mix of assets reflecting the dynamics of the Australian and New Zealand markets

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The acquisition added significantly to the size and diversity of Origin's business ...

	Origin	Contact	Combined
Customers ('000)			
- Electricity	900	>500	>1,400
- Gas	900	>80	>980
- LPG	>290	-	<u>>290</u>
			>2,670
Generation (MW)*			
- Gas capable plant	870	1,091	1,961
- Hydro	-	752	752
- Geothermal	-	340	<u>340</u>
			3,053
Available gas resources**			
- 2P gas reserves (PJ)	>900	-	>900
- Gas under contract (PJ)	>1,400	>200	<u>>1,600</u>
			>2,500

* Reflects full installed capacity of plants in which the companies have interests

** Origin Energy estimates. Origin gas under contract excludes gas contracted from Origin subsidiaries

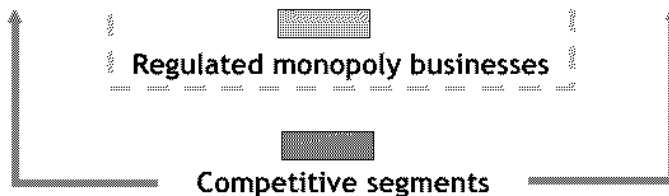
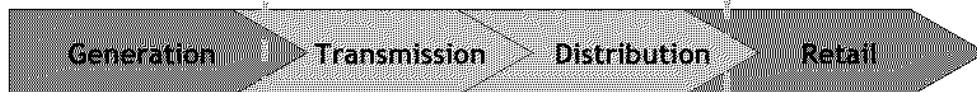


Energy Industry Structure

Natural Gas



Electricity



The New Zealand and Australian industry structure mirror each other - and like Origin, Contact is focussed on the competitive segments

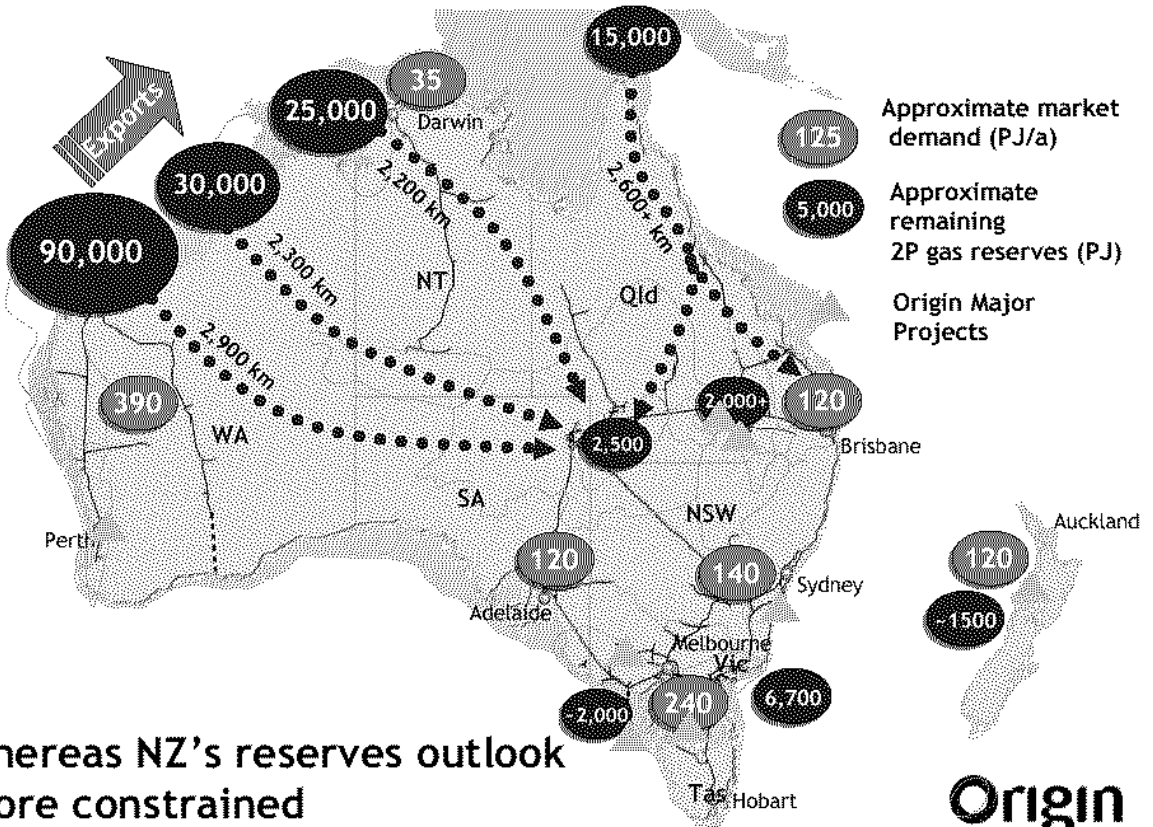
The competitive & regulatory structure of the NZ energy industry is similar to Australia, and deregulation is more advanced

	Contestability		Ownership Structure		Retail Tariff Controls	
	Gas	Electricity	Gas	Electricity	Gas	Electricity
<u>New Zealand</u>	Full	Full	Private & Gov	Private & Gov	x	minor
<u>Australia</u>						
Victoria	Full	Full	Private	Private	✓	✓
NSW	Full	Full	Private	Gov & Private	✓	✓
SA	Full	Full	Private	Private	✓	✓
Qld	Full from July 07	Full from July 07	Private & Gov	Gov	✓	✓
WA	Full	>50MWh/a (Jan 2005)	Private	Gov & Private	✓	✓

In both countries producers and retailers access network infrastructure under open access regimes

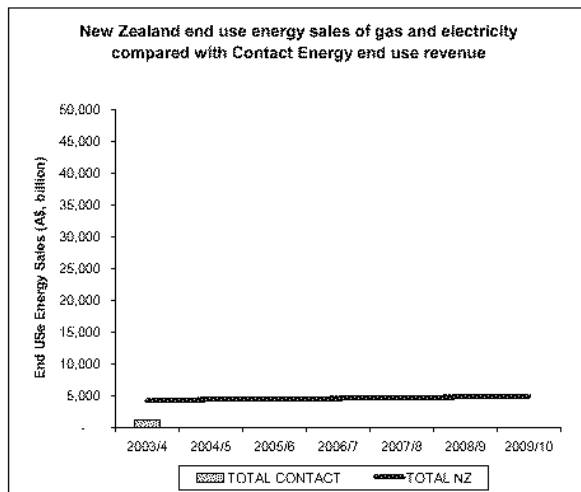
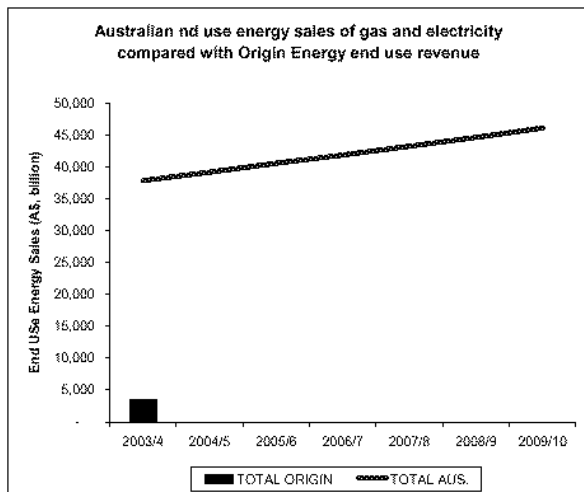


Australia has vast uncommitted reserves of natural gas...



... whereas NZ's reserves outlook is more constrained

Origin's share of Australian markets is less than Contact's share in New Zealand...



Charts constructed using reported revenues for Origin Energy and Contact Energy for the 2003/04 year in Australian dollars compared with reported end use revenues for gas and electricity sales in each country for the 2003/04 year, escalated by GDP

...providing the potential to grow through consolidation in the industry for a number of years

Origin
energy

The image features a dark, textured background with a grid pattern. In the upper left, there is a stylized logo consisting of several overlapping white circles. To the right of this logo, the word "origin" is written in a large, white, lowercase sans-serif font. Below "origin", the word "energy" is written in a smaller, white, lowercase sans-serif font. The overall aesthetic is modern and industrial.

origin energy

Overview of Origin Energy

Key Strategic and Operational Issues

Grant King - Managing Director

June 2006