

5 September 2022

Santos awarded CO2 storage permits for more CCS opportunities

Santos has been awarded permits to undertake evaluation and appraisal work for the potential storage of carbon dioxide in the offshore Carnarvon and Bonaparte basins, off the coast of Western Australia, the company announced today.

Permits G-9-AP and G-11-AP will enable Santos to pursue potential carbon capture and storage (CCS) opportunities with its joint venture partners.

Santos Managing Director and Chief Executive Officer, Kevin Gallagher, said the permits build on Santos' CCS strategy and have the potential to yield additional CCS opportunities.

"Carbon capture and storage is critical for the world to reduce emissions and in line with Santos' net-zero scope 1 and 2 equity-share emissions by 2040 target, we are committed to looking at all options for CCS capabilities," Mr Gallagher said.

"Santos is working towards developing its three hub CCS strategy across our operating footprint in Australia and Timor-Leste, and the award of these permits represents further demonstration of our commitment to that strategy.

"In the Carnarvon Basin, the permit creates potential new acreage for CCS beyond our Reindeer fields. This is particularly significant as our plans for a WA CCS hub at Reindeer and Devil Creek develop.

"The other permit is significant in size, covering more than 26,000 square kilometres in the Bonaparte Basin. Its proximity to our Bayu-Undan CCS project, which has the potential to be one of the largest CCS projects in the world, is important as we look to build our Northern Australia and Timor-Leste CCS hub.

"At Santos, we have the technology, infrastructure and knowledge to be able to deliver low-cost CCS competitively on a global scale. We know a large scale-up of CCS is required to meet the world's climate objectives.

"Working with our partners to assess the storage potential in these permit areas will provide us with a greater understanding of the geology and inform us of the possible storage opportunities."

Santos' first CCS project at Moomba will be one of the biggest in the world and paves the way for a significant carbon reduction and storage story for Santos, and for Australia. The project is 20 per cent complete, with 100 million tonnes of CO2 capacity and contingent resources already booked.

In addition, Santos' Bayu-Undan CCS project entered into front-end engineering and design (FEED) phase earlier this year.

G-9-AP has been awarded to Santos Offshore Pty Ltd (50% and Operator) and Chevron Australia Pty Ltd (50%) and covers an area of 3,589 km² within the Carnarvon Basin.

Media enquiries

Claire Hammond
+61 (0) 401 591 488
Claire.hammond@santos.com

Investor enquiries

Andrew Nairn
+61 8 8116 5314 / +61 (0) 437 166 497
andrew.nairn@santos.com

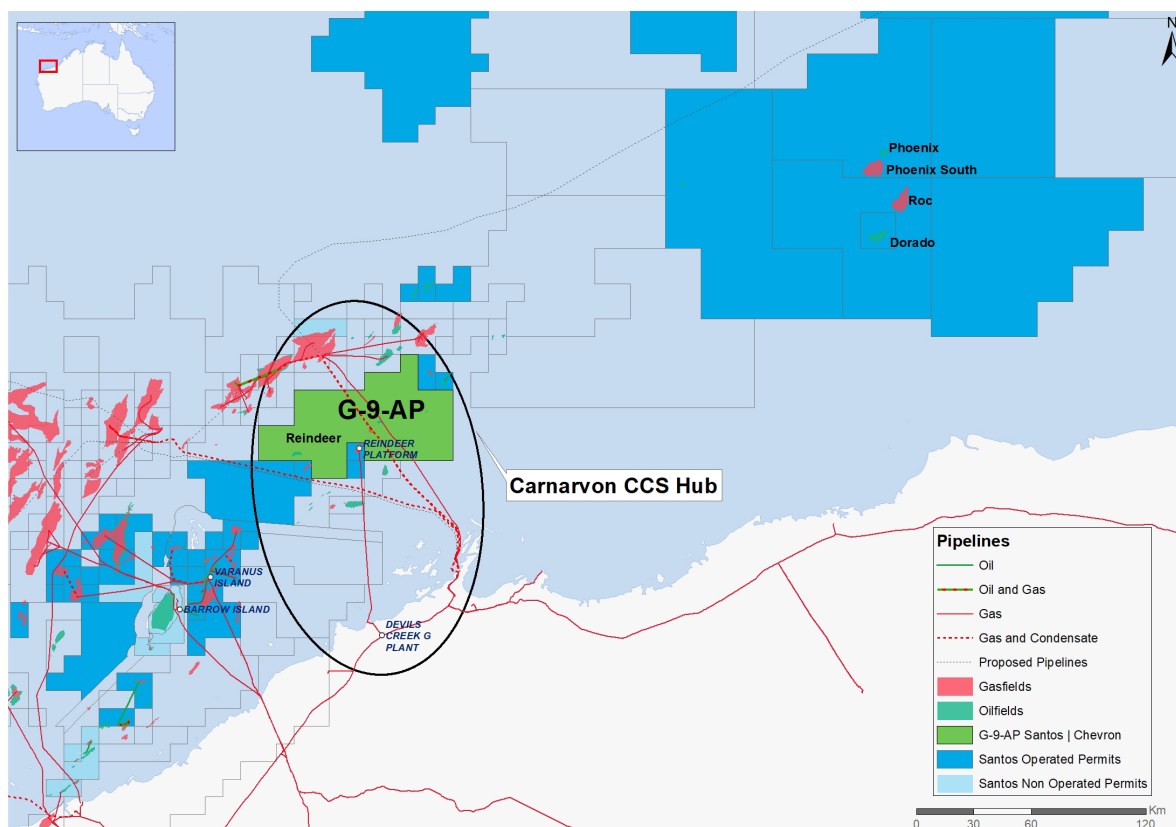
Santos Limited ABN 80 007 550 923
GPO Box 2455, Adelaide SA 5001
T +61 8 8116 5000 F +61 8 8116 5131
www.santos.com

G-11-AP has been awarded to Santos Offshore Pty Ltd (40% and Operator), Chevron Australia Pty Ltd (30%) and SK E&S (30%) and covers an area of 26,239 km² within the Bonaparte Basin.

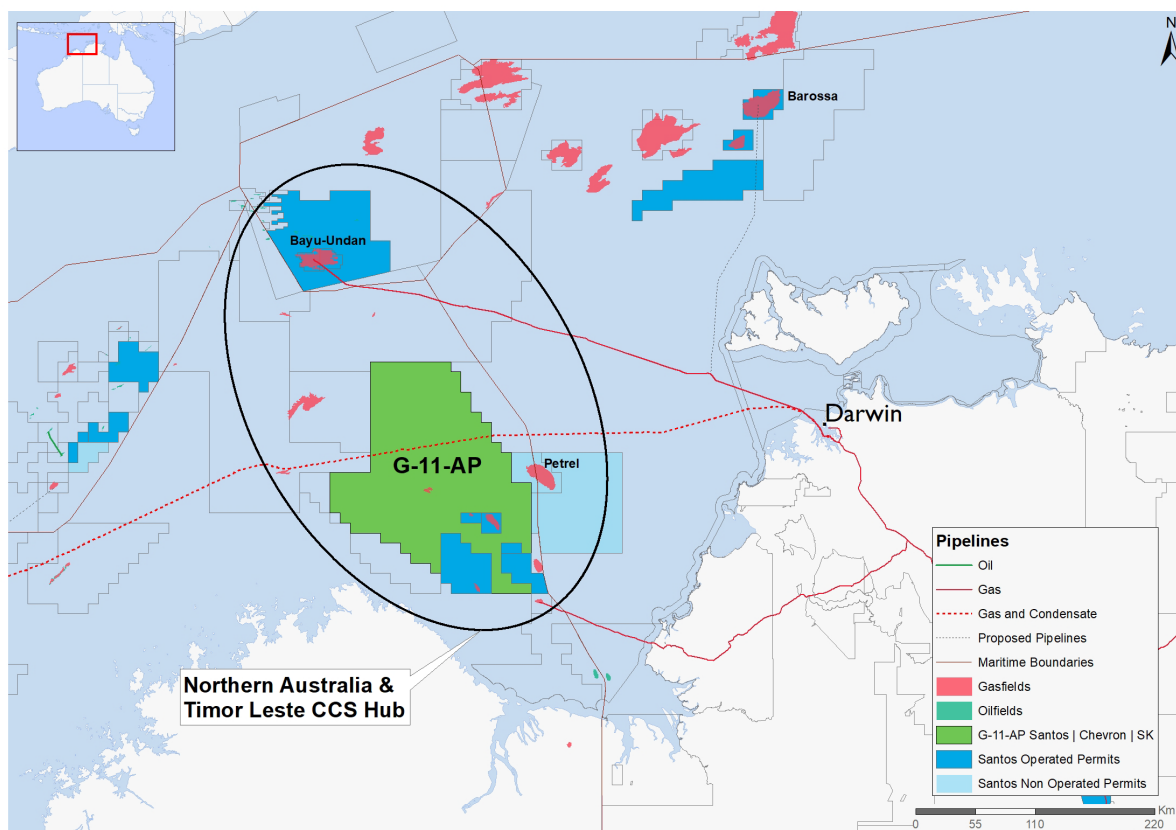
Globally, there are 133 commercial CCS projects operational or under development.

Ends.

This ASX announcement was approved and authorised for release by Kevin Gallagher, Managing Director and Chief Executive Officer.



G-9-AP award area



G-11-AP award area