



24 February 2014

Clarification of non-GLNG project capex

In its 2013 full-year results investor presentation released to the market on 21 February 2014, Santos included a high-level summary of non-GLNG project capital expenditure on slide 12.

Attached is an updated slide with additional information to clarify the nature of these costs.

Media enquiries

Chandran Vigneswaran
+61 8 8116 5856 / +61 (0) 467 775 055
chandran.vigneswaran@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

GLNG capex

US\$18.5 billion GLNG gross capital cost estimate unchanged

	2013 capex	FID to Dec 2013 capex	Capex estimate from FID until the end of 2015	
\$billion	A\$ ¹	A\$ ¹	US\$ ²	A\$ ³
LNG project capex (100%)	5.7	13.7	18.5	20.7
Santos 30% share	1.7	4.1	5.6	6.2
Non-LNG project capex (Santos 30% share)				
Domestic stay in business	0.04	0.10		
Exploration & appraisal	0.07	0.17		
Capitalised stripping costs	<u>0.01</u>	<u>0.02</u>		
	0.12	0.29		
Santos-only costs (Santos 100%)				
Santos corporate costs	0.02	0.05		
Capitalised interest	<u>0.13</u>	<u>0.29</u>		
	0.15	0.34		
Capitalised restoration (non-cash)	0.03	0.09		
Total Santos GLNG segment capex	2.0	4.8		

SIB capex for GLNG's domestic operations

Appraisal & pre-development activities

Capitalised de-watering costs

Governance, finance, head office

Capitalised borrowing costs

Non-cash, accounting entry only

1 Actual realised FX.

2 FID average exchange rate assumptions (A\$/US\$ 0.87 and US\$/€0.76) over 2011-2015.

3 Average realised FX rates for 2011-2013 (A\$/US\$1.01 and US\$/€0.75) and assumes average rates of A\$/US\$0.87 and US\$/€0.80 over 2014-15.