



11 September 2024

ASX ANNOUNCEMENT

APA Group (ASX: APA)
also for release to APA Infrastructure Limited (ASX: AP2)

THIS ANNOUNCEMENT IS NOT AN OFFER TO SELL OR A SOLICITATION OF ANY OFFER TO BUY OR SELL SECURITIES

APA GROUP ANNOUNCES SUCCESSFUL PRICING OF USD NOTES OFFERING AND NOTE TENDER OFFER

Leading Australian energy infrastructure business APA Group (ASX:APA) has successfully priced an aggregate principal amount of US\$1.25 billion of senior guaranteed notes with 10 and 20 year tenors (“Notes”).

The Notes were offered in the United States pursuant to Rule 144A, and outside the United States pursuant to Regulation S, each under the US Securities Act of 1933. The Notes will be issued by APA Infrastructure Limited and guaranteed by the parent company, APA Group Limited, and certain of its subsidiaries. Settlement of the Notes is expected to occur on 16 September 2024.

The Notes will provide long-term funding for APA and increase the diversity of funding sources in APA’s capital structure.

The net proceeds of the Notes will be used to refinance upcoming maturities of ~A\$1.75 billion, including the 2025 notes (as defined below), and for general corporate purposes.

The terms of each series of Notes will be as follows:

| Term | 10-year | 20-year |
|-----------------------------------|-------------------|-----------------|
| Principal amount (USD) | \$750 million | \$500 million |
| Principal amount (AUD) | \$1,127.5 million | \$751.7 million |
| Fixed AUD interest rate (swapped) | 6.22% per annum | 7.02% per annum |

Post completion, the average cost of debt across APA’s entire debt portfolio on an annualised basis is expected to be 5.22%.

2025 Notes tender offer

A portion of the proceeds from the Notes offering will be used to fund the tender offer by APA Infrastructure Limited for any and all of its outstanding 4.200% senior guaranteed notes due in 2025 (“2025 Notes”).

The tender offer received a positive response, allowing APA to buy back its 2025 Notes having an aggregate face value of US\$612m¹. Any 2025 Notes outstanding after completion of the tender offer will be redeemed at maturity on 23 March 2025.

¹US\$612 million

“We are pleased with the strong and long-term support from global USD bond investors. Both the results of the Notes offering and the tender offer demonstrate the confidence the market and global debt investors have in APA. This enables us to continue to pursue our strategy and invest in the energy transition,” APA CFO Garrick Rollason said.

“We’re particularly pleased with the long-term funding of 20-year tenors, which will help underpin our capital structure in the longer-term. We remain focussed on ensuring our debt funding is well diversified with the ability to access long-term funds from different markets.”

Ends

Authorised for release by Amanda Cheney

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About APA Group (APA)

APA is a leading Australian Securities Exchange (ASX) listed energy infrastructure business. As Australia’s energy infrastructure partner, we own and/or manage and operate a diverse, \$26 billion portfolio of gas, electricity, solar and wind assets. Consistent with our purpose, securing Australia’s energy future, we deliver around half of the nation’s domestic gas through 15,000 kilometres of gas pipelines that we own, operate and maintain. Through our investments in electricity transmission assets, we connect Victoria with South Australia, Tasmania with Victoria and New South Wales with Queensland, providing vital flexibility and support for the grid. We also own and operate power generation assets, including gas powered, wind and solar assets across the country. APA Infrastructure Limited is a wholly owned subsidiary of APA Infrastructure Trust and is the borrowing entity of APA Group. For more information visit APA’s website, apa.com.au.

¹ Valid tenders (or valid delivery of notices of guaranteed delivery, as applicable) were received in respect of ~US\$612m aggregate principal amount of the 2025 Notes (out of the US\$1,100m total 2025 Notes outstanding). APA Infrastructure Limited intends to accept these tenders and notices for purchase in full on the Settlement Date, subject to satisfaction or waiver of certain conditions, including the successful completion, on or before the Settlement Date, of the Notes offering.

Disclaimer

This announcement is not an offer to buy or sell, or a solicitation of an offer to buy or sell, any securities (including the Notes and the 2025 Notes). The securities referred to in this announcement have not been, and will not be, registered under the US Securities Act or under the securities laws of any State or other jurisdiction of the US and may not be offered or sold in the US or to, or for the benefit or account of, "US persons" (as defined in Regulation S under the US Securities Act) without registration unless in a transaction exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US State securities laws.

This announcement includes "forward-looking statements" within the meaning of the United States Securities Exchange Act of 1934. Forward-looking statements inherently involve known and unknown risks and uncertainties. APA provides no assurance that the forward-looking statements contained herein will prove accurate. No undue reliance should be placed on any forward-looking statements.