Background

Darwin LNG is currently in discussions with two offshore candidates regarding an alternative source of gas to extend operations of DLNG beyond the end of field life for the current gas supply from Bayu-Undan. A decision is expected in early 2020.

As part of this backfill, a work program will be undertaken at DLNG to prepare the facility for another 20+ expected years of operation. This work program is anticipated to run for approximately 24 months, dependent on the timing of the end of field life for Bayu-Undan, and the development of the offshore project.

The work program at DLNG will involve some early preparatory scopes of work, with the main transition scopes of work commencing in 2022 – timing to be confirmed. The work program will include minor plant modifications to accommodate changes to the feed gas, and a maintenance program. The maintenance program will be similar in nature to past shutdown work programs carried out at DLNG, which saw strong participation by NT businesses.

Contracting overview

ConocoPhillips is currently undertaking Front End Engineering and Design (FEED), which will better define the scopes of work and expected value of the work to be carried out at DLNG. Pre-FEED engineering indicates that work value will be hundreds of millions of dollars. The activities are expected to provide local contracting and employment opportunities.

ConocoPhillips has commenced a tendering process for two Tier 1 contracts that will support the work program pending final investment decision.

- Engineering and procurement
- Implementation and construction

Preliminary timeline
Maximising opportunities

ConocoPhillips has strong commitments around sustainable development, including a focus on local content and employment.

ConocoPhillips will continue to work with local industry organisations and the NT Government to identify capability within the NT and maximise opportunities for local contracts and employment through the DLNG Transition Work Program. A key challenge for the work scope is to be cost competitive within a global, low cost portfolio. NT partnership is essential and local suppliers have an opportunity to be competitive.

Following contract award and a final investment decision for DLNG Backfill, further updates will be provided to ensure NT businesses are aware of the opportunities available.

Tenderer contact details are included below to help the NT business sector facilitate introductions for early engagement on potential opportunities.

Larrakia content

DLNG operates on Larrakia Country and Tier 1 contractors will need a Larrakia Content Plan outlining employment and training programs, contracting and business opportunities, and cultural activity.

Tenderer contact information

- **UGL Cape JV**
  - Brendan Chaplyn
  - brendan.chaplyn@ugllimited.com

- **Downer Kaefer JV**
  - Andrew Meaney
  - andrew.meaney@downergroup.com

- **Monadelphous**
  - Jamie Burgess
  - jburgess@monadel.com.au

- **Wood.**
  - Matt Sullivan
  - waprocinbox@woodplc.com

- **Worley**
  - Jonathon Beamish
  - jonathon.beamish@worley.com

- **Kellogg Brown and Root**
  - Richard Golden
  - richard.golden@kbr.com

- **SNC Lavalin**
  - Garry Ford
  - garry.ford@snclavalin.com

Up-to-date information on the DLNG Transition Work Program is available on the [ConocoPhillips website](http://www.conocophillips.com.au).