

MEETING MINUTES



MINUTES OF: AIFL Committee Meeting
 HELD AT: Dalby RSL
 DATE: 12 April 2012
 COMMENCEMENT TIME: 7.00am

PRESENT:	Mike Ward; Jonny Shirley; Carey Bradford; Anthea Patch; Colin Whyte; Andrew D. Thompson; Stuart Armitage; Wayne Newton; Rodney Williams; Jamie Grant; Jeff Bidstrup
	MINUTES: Maryann Bright
	APOLOGIES: Julian Leonard; Ed Curl
CHAIRMAN:	Mike Ward (Acting)
DISCLOSURES	Graham Clapham

		ACTION
ITEM 1	Safety Moment <ul style="list-style-type: none"> Jamie Grant discussed safety aspects of riding a motorcycle in another country and advised that common sense is taught from a young age. Jonny Shirley discussed the statistics of safety incidents that occur when a person experiences altered states of mood. 	
ITEM 2	Minutes of Previous Meeting <ul style="list-style-type: none"> The minutes of the meeting held on 9 February 2012 were approved and accepted by all attendees. Stuart Armitage referred to Item 4 of the previous minutes and questioned if he would be able to receive a gratis hard copy version of the EIS. Mike Ward advised Stuart to request a hard copy however he believed that approval would not be granted due to the cost of producing each individual printed report. Noted under Item 6 of previous minutes in reference to highlighted footnote: Mike Ward advised confirmation on implementation is still pending. Jonny Shirley advised discussions regarding this are ongoing between Arrow and the Government and how this applies in practice. 	
ITEM 3	ATP 683 <ul style="list-style-type: none"> Tenure management Carey Bradford presented information on ATP 683 (refer to handout)	Carey Bradford
ITEM 4	CSG and Agriculture coexistence <ul style="list-style-type: none"> Technical Trial Update APPEA Presentation Tony Knight presented information on a technical trial on IFL and the APPEA presentation on co-existence (refer to handout). The following points were noted and discussed: <ul style="list-style-type: none"> Arrow will continue to look at water disposal options until confident that existing beneficial use trials are approved. Landholders present from the ASCRG committee commented on the water slide referred to the APPEA presentation and noted that it was 'offensive' to them and advised that the slide should represent the water take, impact and recharge associated from the Surat Basin. 	Tony Knight Jonny Shirley to send typical pipeline crossing details to committee members. Tony Knight to confirm wording in EIS document on the specific regarding right of way on gathering lines and pipelines. Carey Bradford to provide location information on lone pine 4 well site to committee members
ITEM 5	EIS <ul style="list-style-type: none"> Timing Location 	Carolyn Collins

Carolyn Collins discussed the timing and locations of the Surat EIS information sessions. The following points were noted and discussed:

- Proposed joint committee tour for the 23rd April.
- Due to farming activities a second tour is proposed for early June (date to be confirmed).

ITEM 6

Committee Update: Milestone for 2012 Committee Intensive Farming Considerations

**Graham Clapham /
Stuart Armitage**

Refer to handout from Graham Clapham. The following points were noted and discussed:

- Graham advised that the points noted are a first cut issue for consideration and since the release of the EIS and the Gilbert & Sutherland report some of the items may need to be modified. This document was proposed to be used as a basis of addressing concerns on the committee this year. Graham Clapham voiced his concerns over the accuracy of the Gilbert & Sutherland Report and a discussion over using them as the authority on matters relating to IFL followed. Graham expressed his preference for Gilbert and Sutherland to speak to the landholders prior to completing their report. Jonny Shirley advised that Arrow is hiring an employee who will be dedicated to working on these issues and reporting to the committee.
- Graham Clapham referred to a section of the P&G Act and advised he has sought legal opinion on this under section 804 'tenure holder cannot unreasonably interfere with normal business'.
- Graham Clapham noted that producing these reports takes up a lot of landholders' time and time that they feel they have already given and would like Arrow to consider hiring local people or companies that landholders are familiar with to work with on these technical issues.
- Mike Ward advised that Arrow would welcome a list of technical experts from landholders and that Arrow will review the report for any obvious gaps to compare what has been accomplished or outstanding.
- Jonny Shirley discussed a central register that is currently being put together that will be used as a method of recording all the impacts.
- Landholders discussed dams for storing salt water on flood plain. DERM declined to make this as a condition as they advised that Arrow had committed to not doing this. Graham Clapham advised it is not good enough for landholders that DERM are referring to issues; and putting too much onus on this committee or commitments that Arrow has made.
- Mike Ward advised that at no time has Arrow made a statement that not developing on IFL until 2023 is an Arrow commitment; more merely sharing a possible date due to a previous FDP with this committee. This was a draft FDP that was shared some time ago. Graham Clapham advised that he has attended committee meetings where this date was discussed and has hard copy evidence.
- Graham Clapham advised that landholders would have preferred to have had some form of technical expert of their choice for the Gilbert and Sutherland report. Noted Steve Hanlon was mentioned, however possibly may not be suitable for all landholder issues. Action: Arrow to revert at next meeting with an assessment of Graham Clapham and Stuart Armitage list of outstanding considerations.

**Stuart Armitage to
forward an electronic
version of the report to
Jonny Shirley**

**All committee members
to analyse the different
items on the report and
put forward who they
believe would be best
qualified to address
each of the items.**

ITEM 7 PAD Drilling Project Trial Update

Jonny Shirley

Refer to handout from Jonny Shirley. The following points were noted and discussed:

- Landholders queried what area and distance it would pick up from. Carey Bradford advised it would be different for each area. Jonny Shirley discussed that pad sizing will depend on the type of rig and the surface equipment used.
- Q3 was informed by Jonny Shirley as being the target date for drilling the first seven deviated wells.
- A discussion surrounding advantages and disadvantages of PCP pumps, ESP pumps and gas lift as different artificial lift options was taken.

ITEM 8 Accomplishment Review

Jonny Shirley

Refer to handout from Jonny Shirley. The following points were noted and discussed:

- Stuart Armitage advised it has now been six weeks since his first conversation

and has requested an appointment with Arrow's CEO. Stuart advised that the CEO has not attempted to contact him.

- Mike Ward advised this is not intended to be arrogance on Arrow Energy's behalf and requested if he could have an offline conversation with Stuart regarding this as Mike had a different understanding and thought it was a mediation issue.
- Stuart Armitage expressed his concerns with addressing issues on paper; would like to see when drilling wellsite and on blacksoil for pad mats i.e., putting them down to see what happens with the land. Carey Bradford advised this would entail a lot of semi trailers to lay out all mats and need to learn how to handle the mats correctly first; this is something that Arrow are keen to progress.
- Carey Bradford advised will show the landholders the well soon. Currently working through site preparations and working out large or small mats. Carey discussed area size and thickness of matting depending on surrounds. Some of the issues noted on Graham/Stuart's report will potentially be addressed by this.

ITEM 9 Available Time for Landowners

- Stuart Armitage questioned if Graham Clapham would consider rejoining the AIFL Committee. Graham advised that the shared items are sufficient and will attend as an invitee as and when needed.
- Landholders questioned if there was a timeframe for when blocks will be relinquished. Carey Bradford advised exploration is in progress and results will be required first.

ITEM 10 Any Other Business

- Plug and Abandon Discussion (refer to handout from Carey Bradford).
- Stuart Armitage discussed a landholder issue with an outstanding invoice. Carey Bradford advised this has been a system error and apologised for the mistake. Rod Williams advised that he will follow up.
- Anthea Patch advised that the introduction of SAP allows a different invoicing process that should minimise this happening in the future.
- Landholders commented on the committee and where we stand and requested some clarity on why the EIS and DERM are making legal references to this committee and advised they are not comfortable with this.
- Mike Ward advised that this is not Arrow Energy's intention. Stuart Armitage advised he will forward advice where DERM have made this statement.

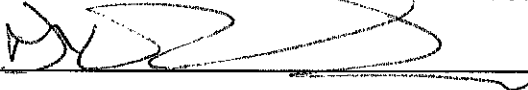
Review TOR and what additional communications is required with DERM

ITEM 11 Next meeting and close

- Stuart Armitage has requested if the next meeting could be moved to the third Thursday in June rather than the second. All agreed at time of meeting.
- 22/05/2012 Noted since meeting; due to School Holidays and conflicting schedules the next meeting will be held at the previous scheduled date of Thursday 14th June in Toowoomba at 9.00am.

There being no further business, the meeting was closed at 10.00AM.

CONFIRMED AS A TRUE AND CORRECT RECORD.



Chairman

