

Larrakia Ichthys LNG Foundation Trust

Purpose

The purpose of the Larrakia Benefits Package (Package) is to provide a benefit to the Larrakia people over the next 40 years of Ichthys LNG's operations.

The Package has been set up within a Trust structure to support governance of the funds and ensure the funds are distributed for the sole benefit of the Larrakia people. Key initial focus areas of the Trust include the provision of education opportunities and support for Elders.

Funding of the Trust

Funding by INPEX occurs through a Contribution Agreement.

The funding schedule is as follows:

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- 1st milestone payment – AUD \$3 million – at commencement of operations celebration event (scheduled for 16 November 2018).
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- 2nd milestone payment – AUD \$1 million – at Ichthys LNG onshore LNG processing facility achieving 8.4 million tonnes per annum LNG production.
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- Annual payment – AUD \$0.5 million on the anniversary of the first LNG cargo's departure from Darwin harbour every year for 40 years or until the end of the economical production, whichever comes earlier.
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The total contribution to the Trust is AUD \$24 million.

Development of the Larrakia Benefits Package

The development of the Package has occurred in consultation with the INPEX Larrakia Advisory Committee (Committee) – which includes representation from both the Larrakia Development Corporation and Larrakia Nation Aboriginal Corporation. This consultation and collaboration occurred over a period of two years starting in August 2016. The Committee is the body that will assess submissions to the Trust and approve programs to be funded.

Early benefits

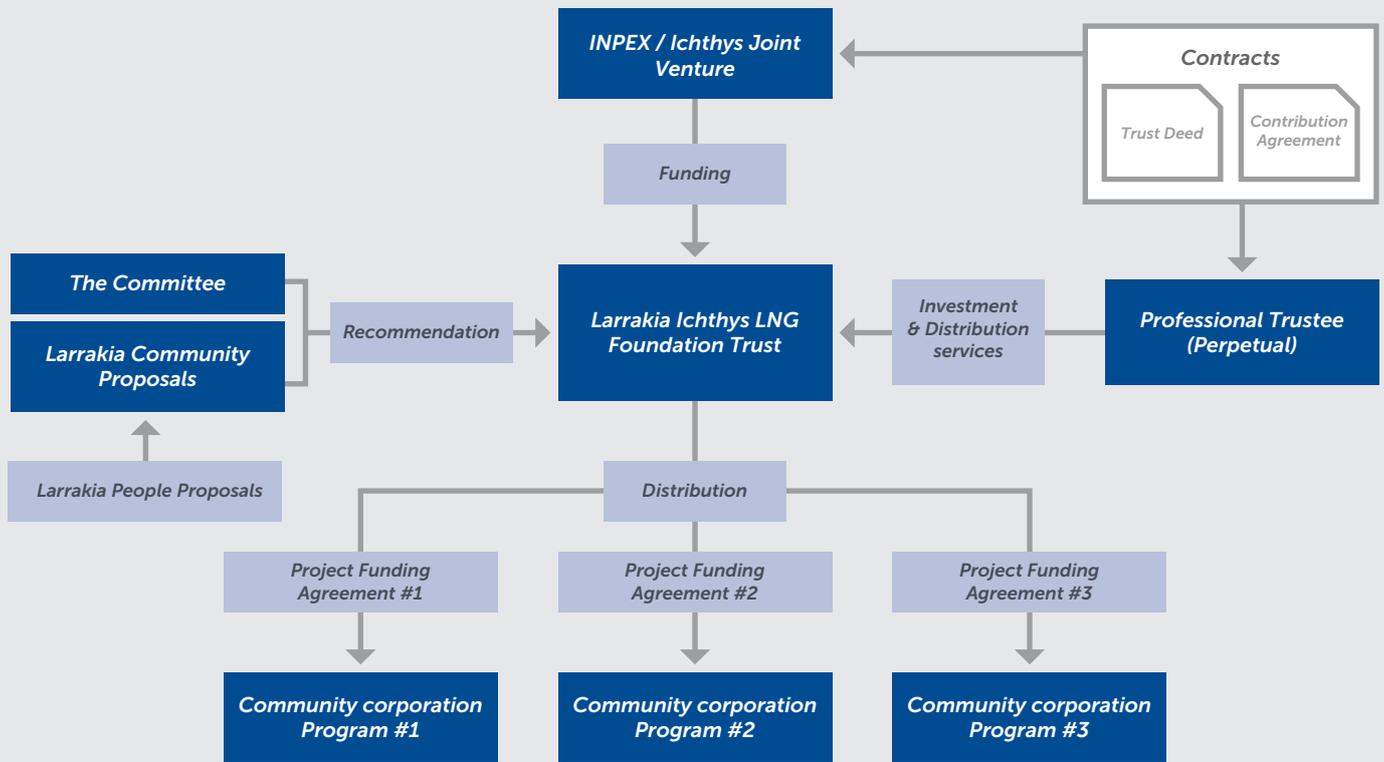
Ahead of the delivery of the Package funding, INPEX and the Larrakia Development Corporation delivered a number of early benefit programs. These programs were implemented to provide benefits to Larrakia people while the Trust was being developed. The following early benefit programs have been delivered in advance of the Trust being finalised:

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- Larrakia scholarship program – 12 recipients
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- Larrakia school participation program – more than 200 recipients Australia-wide
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- Larrakia Register
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- Larrakia air conditioning program
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The early benefit programs will be considered for continuation as part of the Package in the future.

Structure of the Trust

The Trust structure is detailed below:



Larrakia Ichthys LNG Foundation Trust structure

Accessing funds

Below is the process for accessing funds:

1. Community corporations develop proposals and submits these to Perpetual (The Trustee).
2. The Trustee reviews and submits these proposals to the Committee.
3. The Committee reviews submissions received from the Trustee.
4. The Committee advises the Trustee of approved submissions.
5. The Trustee enters into a funding agreement with the community corporations.
6. Community corporations deliver the programs and acquit the funds.

Key rules of the Trust are:

- Only community corporations can submit proposals.
- Community corporations must be not-for-profit organisations with non-deductible gift status.
- All programs must be delivered for the sole benefit of Larrakia people.
- Individuals can only access Package-funded programs via community corporations.
- Larrakia people wishing to access funds should contact a community corporation with their proposals. The proposals will be presented at the next Committee meeting for consideration.