

Gas Service and Supply Plan



We have a vision that by 2030 the Territory will be a world class gas production, manufacturing and services hub.

Supporting this, we have a five point plan to:

1. Expand Darwin's LNG hub
2. Grow the service and supply industry
3. Establish a gas-based processing and manufacturing hub
4. Grow local research, innovation and training capacity
5. Contribute to Australia's energy security

Growing the Territory's gas service and supply industry and maximising local content is key to building a vibrant and resilient economy.

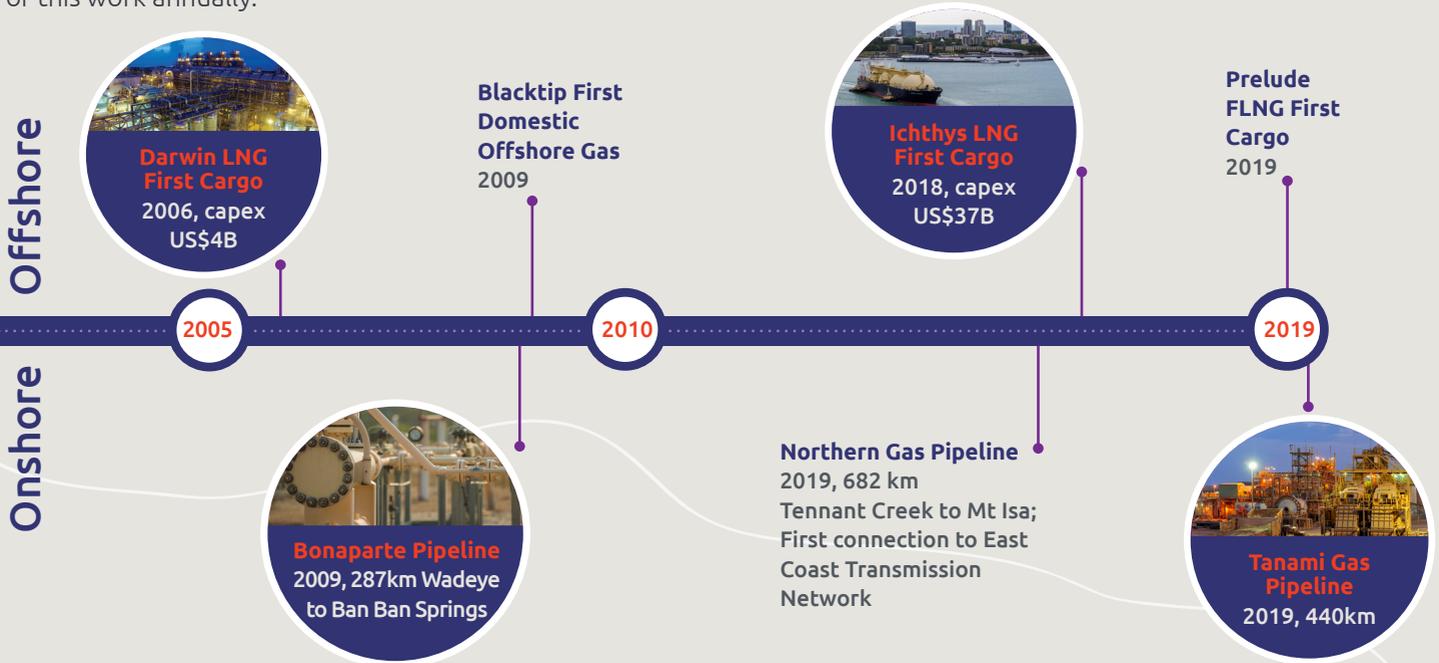
This plan is about delivering jobs, growth and benefits for all Territorians.

We have a goal that by 2025 local participation in the gas industry supply chain will double to at least 50%.

This has the potential to add an additional \$1 billion to the Territory economy over the next ten years.

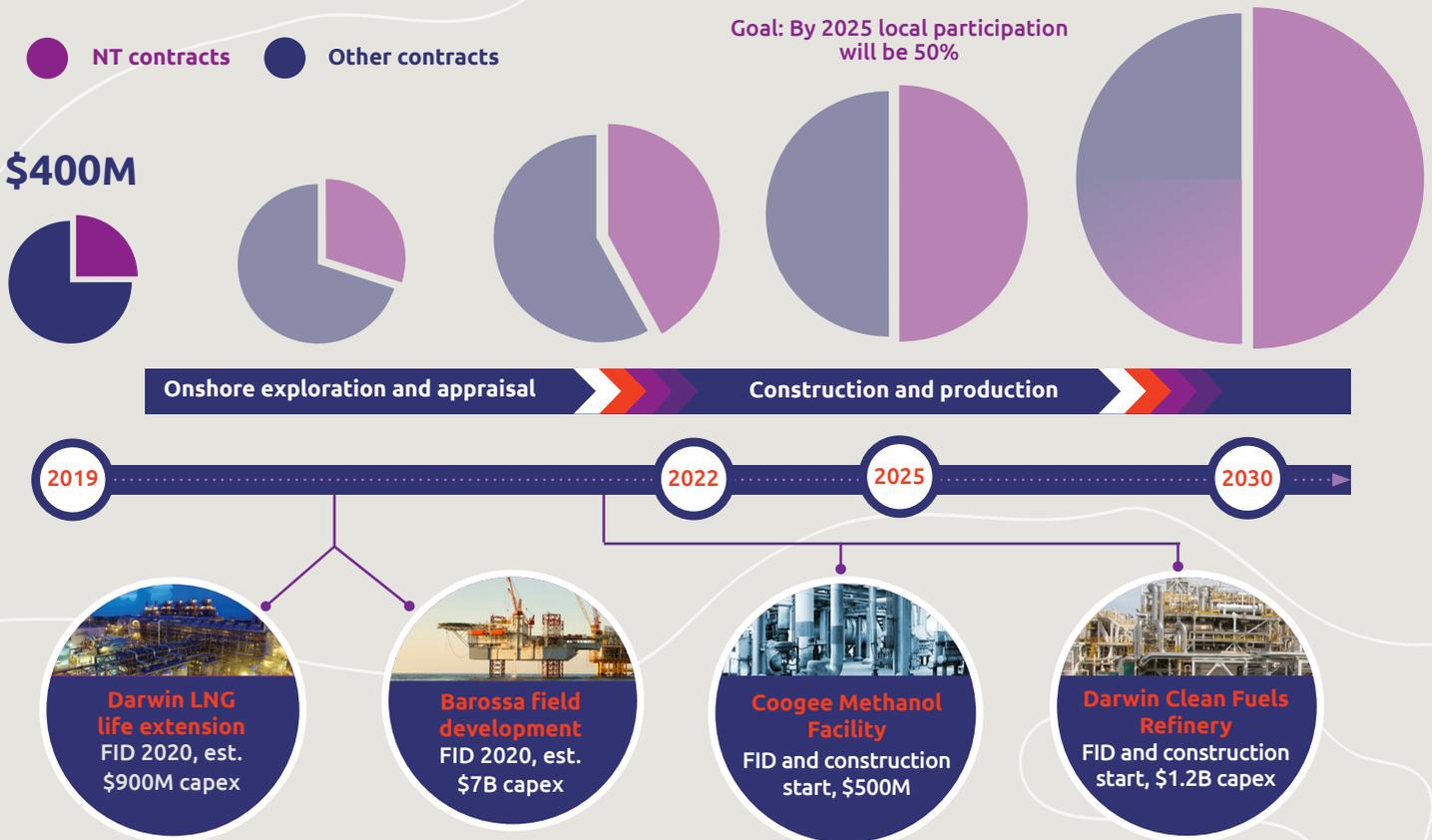
Delivering for Territorians

Fifteen years ago the Territory's gas service and supply industry was just starting to establish scale with the development of Darwin LNG. Now, the Territory supports three LNG projects and related service and supply work is worth an estimated \$400 million per annum¹. Local businesses are currently capturing around \$100 million of this work annually.



The Territory is working hard to develop our resources and diversify into gas manufacturing to deliver more jobs, growth and benefits for Territorians.

Onshore exploration and appraisal of the Beetaloo Sub-basin has recommenced, and based on Queensland's experience², the size of the opportunity for Territory businesses could grow many fold as the onshore gas industry develops.



¹ Source: ICN Industry Capability Mapping and Gap Analysis Offshore Gas Industry 2019

² The scale of growth is based on modelling from Queensland - Lawrence Consulting, 2019. Economic Impact of Queensland Petroleum & Gas Sector 2011-18 (prepared for APPEA)

We will...



1 Strengthen the commitment of gas operators and contractors to local content

Actions

Strengthen self-reporting by gas operators and contractors on NT contract spend and proportion of local content

Encourage and increase the use of government-sponsored services such as ICN NT, AusIndustry, and workforce training programs

Establish an Onshore Gas Supply Chain Working Group to collaboratively increase local content

Strengthen gas operators and contractors commitment to the Territory Benefit Policy

Engage with gas operators and contractors to improve procurement practices that increase local content

Leverage the advantages of the Offshore Supply Chain Working Group, focused on increasing local content



"Our focus has been on providing a practical solution to ensure opportunities come our way."

Max Nicholson, General Manager Winnellie Hydraulics



2 Grow local workforce and business capability

Actions

Support and empower business to strengthen their strategy, planning and systems

Provide business avenues to develop tendering strategies and approaches for success

Partner with training organisations to build the Territory's workforce capacity to increase workforce participation

Build on ICN offshore study, initially focusing on contracts where NT capacity exists and can compete

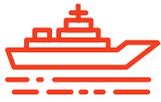
Build on ICN onshore study, focusing on businesses that have capacity to deliver

Support and empower NT service and supply businesses to be 'export ready'

Partner with Federal Government (e.g. AusIndustry) to deliver programs that build NT business capability and competitiveness, and enable businesses to overcome barriers to local industry participation

Work with Land Councils, local governments and communities to maximise local employment opportunities that support the industry

Facilitate partnership pathways with proponents, contractors and industry bodies to strengthen business relationships



3 Strategically develop the service and supply ecosystem

Actions

Facilitate the development of Darwin's ship lift and marine industry park	Identify and promote a pipeline of potential service and supply investment opportunities (e.g., proppants and water management)
Development of infrastructure 'activation projects', working with proponents and government (e.g., NAIF support)	Drive the development of service and supply export opportunities in our region
Identify and facilitate investment opportunities in enabling infrastructure (e.g., common-user facilities)	Drive Middle Arm Industrial Precinct planning to facilitate the establishment of a gas-based manufacturing sector
Promote successful infrastructure case studies to build the NT brand and reputation	Investigate policy, regulation, strategy and marketing strategies to support the development of the oil and gas industry



To help Territory businesses capture opportunities, government continues to facilitate and invest in enabling infrastructure including:



Ship Lift



Marine Industry Park



Roads



Renewable energy supply



Middle Arm Industrial Precinct – planning and servicing



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