MEDIA RELEASE

SYDNEY GAS GRANTED SIXTH PRODUCTION LEASE

11 June 2008

Sydney Gas Ltd advises that the Minister for Mineral Resources has granted NSW's sixth Petroleum Production Lease ("PPL") under the *Petroleum (Onshore) Act 1991* to Sydney Gas for a 21 year term. PPL 6 covers an area of 7.2 km² at Camden. AGL Production (Camden) Pty Ltd and Sydney Gas (Camden) Operations Pty Ltd now holds five petroleum production leases: PPLs 1, 2, 4, 5 and 6 covering an aggregate area of 213.20 km².

For further information please contact:

Sydney Gas Ltd Mr Andy Lukas Chief Executive Officer (02) 9253 5555

