

Our ref: SB210507

21 May 2007

Information Notice To The Resident /s

Core hole Drilling Activity - 329 Inlet Road Bulga

Dear Sir / Madam,

Sydney Gas is undertaking an initial exploration program that aims to assist in quantifying any available gas reserves that might exist in the Bulga area of the Hunter Valley.

A core hole drilling rig will be arriving at the abovementioned property to commence core hole drilling activities on the 30th May 2007. The activity is expected to take between four and six weeks to complete.

The operations of the activity are limited to the hours as follows:

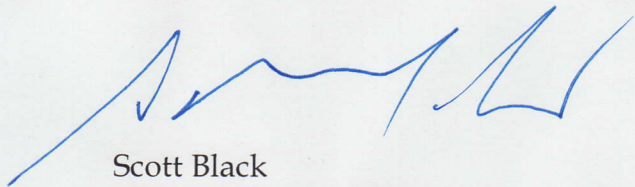
- 1) 7:00 am to 6:00 pm Mon - Fri and
- 2) 8:00 am to 1:00 pm Saturday

Sydney Gas wishes to inform residents that it will be commencing operations at 8:00 am Mon - Fri in consideration of local residents.

Please contact the writer on the number provided below if you wish to further discuss this matter.

Yours sincerely

SYDNEY GAS (HUNTER) OPERATIONS PTY LTD



Scott Black
Project Manager Hunter
9253 5555