Disclaimer

• This presentation contains forward looking statements that are subject to risk factors associated with oil, gas, geothermal and related businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including, but not limited to: price fluctuations, actual demand, currency fluctuations, drilling and production results, reserve estimates, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory developments, economic and financial market conditions in various countries and regions, political risks, project delays or advancements, approvals and cost estimates.

• All references to dollars, cents or $ in this presentation are to Australian currency, unless otherwise stated. References to “Beach” may be references to Beach Energy Limited or its applicable subsidiaries.

• Unless otherwise noted, all references to reserves and resources figures are as at 30 June 2012 and represent Beach’s share.

Competent Persons Statement

• This presentation contains information on Beach’s Reserves and Resources which have been compiled by Mr Tony Lake, who is a full time employee of Beach, is qualified in accordance with ASX listing rule 5.11 and has consented to the inclusion of this information in the form and context in which it appears.
• ASX 100 oil and gas explorer and producer, market capitalisation ~A$1.5 billion
• Strong balance sheet – cash of ~A$400 million (at 13 May 2013) and undrawn debt facility of A$150 million
• 2P reserves of 93 MMboe
• 2C contingent resources 466 Mmboe – conventional and unconventional

(1) Excludes payments to Beach from Chevron farm-out of PEL 218 and ATP 855
Tanzania snapshot

- Population of 48 million people
- Area: Almost 1 million km$^2$
- GDP per capita US$1,700
- Labour is 80% in agriculture
- Infant mortality 45/1000

- Major areas of need: Health, Education and Infrastructure

- Beach is exploring for oil in a license which covers half of Tanzania’s portion of Lake Tanganyika, part of the East African Rift System
Community engagement initiatives

Beach’s community engagement at Lake Tanganyika South involves:

• Visiting 71 villages in our exploration area, containing ~140,000 people along 250 kilometres of lake frontage

Beach has helped support:

• Anti-malaria campaign
• Floating hospital
• Health clinic HF radio communications
• Fitting out dispensaries
• Providing school books
• Refurbishing unseaworthy lake cargo/passenger ferry

The Beach support is modest as we are still in the exploration stage, however we have no problem in identifying worthy projects.
What is required?

- **Tarmac roads and reliable power** – The western regions in Tanzania have the cheapest food in Tanzania because they are unable to get their produce to distant markets and are unable to store it.

- **Health facilities and training** – there are very few dispensaries near Lake Tanganyika, most without adequate medicines, supplies and training. AIDS and malaria are particularly serious problems.

- **Education** – most schools are undermanned and under resourced, with minimal ongoing teacher support.

- **Training and employment** – the lack of infrastructure in many of Tanzania’s regions means lack of industry and therefore lack of employment opportunities.
Emerging Oil & Gas Industry Training Requirements

Recent discoveries mean that East Africa will soon be a major source of export gas. The rapidly emerging Tanzanian oil & gas industry faces even more challenges in meeting skills requirements that Queensland and Western Australia did a few years ago with the resources boom. Their needs are similar so they will require:

- **Certificate courses** – machinists, heavy equipment operators, electricians, instrument mechanics, longshoremen, welders and many more trades

- **Diploma Courses** – process engineering, petroleum engineering technology, instrumentation technology, computer technology and many more

- **Degree Courses** – geosciences, law, finance, petroleum engineering, mechanical engineering, chemical & process engineering, civil & structural engineering and many more

- **Significant training in all facets of transportation, catering, mechanical maintenance and other support services**

The long-term aim would be to have Tanzanians employed in all these positions rather than relying on expatriate staff.
How can companies such as Beach assist?

- Beach is not an aid agency and we don’t aim to run extensive aid programs.

- We can however identify worthy projects and keep an eye on their progress – a major problem with aid programs in Tanzania is lack of donor oversight and scrutiny.

- Beach has regular contact with the people around Lake Tanganyika and are able to observe the ongoing effectiveness of aid programs in that area.

Beach is the first oil & gas exploration company in Tanzania to lodge an EITI return (May 2013).
Thank You