



Northern Territory of Australia

Petroleum Act 1984

**Petroleum Infrastructure Decommissioning Securities:
Determination of Approach or Methodology in relation to Well
Decommissioning**

I, James Robert Pratt, Senior Executive Director Energy Development, Department of Mining and Energy, as the delegate for the Minister for Mining and Energy, under section 117AV(3) of the *Petroleum Act 1984*, make the determination set out in the Schedule.

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Senior Executive Director Energy Development, Department of Mining and Energy

Dated

17/7/26

Schedule

1 In this Part:

approved estimated decommissioning costs means the estimated ordinary and expected decommissioning costs and liabilities associated with the decommissioning of a new well, as approved by the Minister or Minister's delegate.

existing production licence means a production licence granted before the date of this instrument.

Minister's delegate means a person to whom the Minister's power under section 117AW(1) of the Act to determine securities is delegated.

new well means a well drilled or bored on or after the date of this instrument.

production lease means a lease granted under the *Petroleum (Prospecting and Mining) Act 1954* (repealed) and continued by section 119(2) of the *Petroleum Act 1984*.

2 The approach or methodology set out in clause 3 is the approach or methodology to be applied in determining the amount or value to be included in or provided by a particular petroleum infrastructure decommissioning security to secure costs and liabilities associated with the decommissioning of new wells, on a production lease or an existing production licence, to which an approved well operations management plan relates.

3 The amount or value (the **security value**) that is to be included in or provided by a particular petroleum infrastructure decommissioning security is to be calculated in accordance with the following formula:

$$\text{security value} = (\text{approved estimated decommissioning costs} \times 120\%) \times 0.08$$