

Incitec Pivot Limited

Office of the Company Secretary

ABN 42 004 080 264

Registered Office:
Level 8, 28 Freshwater Place
Southbank Victoria 3006

Tel: (61 3) 8695 4400
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www.incitecpivot.com.au

17 November 2015

The Manager
Company Announcements Office
Australian Securities Exchange
Level 4, North Tower
Rialto
525 Collins Street
MELBOURNE VIC 3000

Dear Sir or Madam

Electronic Lodgement – IPL announces long term gas agreement for Phosphate Hill Fertiliser Manufacturing Plant

In accordance with the listing rules, I attach a copy of an ASX Announcement for release to the market.

Yours faithfully



Daniella Pereira
Company Secretary

Attach.

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ASX ANNOUNCEMENT – 17 November 2015

Long term gas agreement for Phosphate Hill Fertiliser Manufacturing Plant

Incitec Pivot Limited (ASX:IPL) today announced the execution of a long term gas supply agreement for its Phosphate Hill manufacturing plant in North West Queensland. The agreement with Power and Water Corporation (**PWC**), a Northern Territory Government owned corporation, has been entered into as part of the North East Gas Interconnector (**NEGI**) pipeline project. The NEGI pipeline, which is a project of national significance, has been granted Major Project status by the Northern Territory Government, has been declared a coordinated project by the Queensland Government and has the support of the Council of Australian Governments.

Subject to the satisfaction of certain conditions precedent, the last of which must be satisfied before the end of 2016, Incitec Pivot will purchase gas to support PWC's foundation gas transportation contract for the pipeline to be constructed from Tennant Creek to Mount Isa. Jemena Northern Gas Pipeline Pty Ltd has been appointed to build the pipeline which will connect the existing Northern Territory gas pipeline network with the Eastern Australian gas pipeline network.

The new gas supply agreement will provide conventional gas to Incitec Pivot's Phosphate Hill plant for approximately ten years, from completion of construction of the pipeline through to 30 June 2028. It restores competitively priced gas to Phosphate Hill and is expected to result in gas costs decreasing by approximately \$55 million per year as against the current cost.

The gas to be supplied under the agreement will be procured by PWC from its existing upstream gas supply agreements sourced from the Blacktip field in the Bonaparte Gulf off the Northern Territory coast and the Dingo field in the Amadeus Basin. The gas to be made available by PWC is excess to the requirements of its customers in the Northern Territory and supply is subject to those requirements.

Incitec Pivot is continuing to work through options for supply of gas to the plant from the end of the current gas agreement (on 31 December 2016) through to commencement of supply from PWC.

Incitec Pivot's Managing Director & CEO James Fazzino said: "This project demonstrates that people with vision in Australia can achieve outstanding results. New gas from the Northern Territory will create new jobs in Northern Australia. I congratulate the Northern Territory Chief Minister Adam Giles for his leadership on this project of national significance."

Daniella Pereira
Company Secretary

Further Information:

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About Incitec Pivot

Incitec Pivot (ASX: IPL), a S&P/ASX company, is a leading global company which manufactures, markets and distributes a range of industrial explosives, fertilisers, related products and services to customers around the world. A leader in its chosen markets, the Company holds a portfolio of recognised and trusted brands and is the No. 1 supplier of fertilisers in Australia and the No 1 supplier of industrial explosives, related products and services in North America. Employing approximately 5,000 people, IPL owns and operates manufacturing plants in Australia, USA, Canada, Turkey, Mexico, Chile and Indonesia and has joint venture operations, including in South Africa, Malaysia and China.