From:

s 9(2)(a) (Parliament)

Sent:

Monday, 19 February 2018 6:14 p.m.

To:

Andrew Hume: David Darby: Ilana Miller; Josh Adams; Marcos Pelenur; Tim Townsend

Cc:

James Stevenson-Wallace; s 9(2)(a)

Subject:

Official's actions 19 Feb

Hi all,

Below are the actions from today's official's meeting, happy to discuss:

| Action | Item | Person | Actions |
|--------|-----------------|-------------|--|
| # | | responsible | |
| 1 | Fuel market | s 9(2)(a) | Update briefing with interim interventions (e.g. that can be completed prior to a review) |
| | interventions | | identifying the timeframes involved and costs and benefits. |
| | | | Deadline; 12pm Friday, 23 Feb |
| 2 | 100% renewables | s 9(2)(a) | Provide advice on the current gas stores and timeframes associated with this (a memo is fine). |
| | | | Deadline; 4pm Tuesday 20 Feb |
| 3 | Weekly report | All | More detail to be provided on permitting items; in particular highlighting updates of high risk. |
| | _ ' | | Ongoing basis |

Cheers

s 9(2)(a)

s 9(2)(a)

Private Secretary (Energy & Resources) | Office of Hon Dr Megan Woods | Minister of Energy and Resources

6.1 Executive Wing | Parliament Buildings | Wellington | New Zealand

T:s 9(2)(a)

M: s 9(2)(a)

E: s 9(2)(a)

@parliament.govt.nz

From:

s 9(2)(a)

Sent:

Friday, 23 February 2018 11:57 a.m.

To:

David Darby; s 9(2)(a)

Subject:

FW: Meeting with Minister Woods

Hi – just received the below from NZOG. I think you have covered off in your briefing, but probably worth you having a look over too.

Regards, **s** 9(2)(a)

From: s 9(2)(a)

@nzog.com]

Sent: Friday, 23 February 2018 10:57 AM

To: 9(2)(a)

@parliament.govt.nz>

Subject: Re: Meeting with Minister Woods

Hi s 9(2)(a)

Bullet points/ topics that the minister may wish to cover below.

Looking forward to seeing you at 12.35 next Wednesday, and thanks very much once again for your help confirming this.

1. The main objective of the meeting is to make the introduction.

s 9(2)(a) Ofer Global group is a substantial global business and the acquisition of New Zealand Oil & Gas is a significant development in the New Zealand industry.

2. We would like to hear the Minister's perspective on our intentions.

s 9(2)(b)(ii)

We would like to hear the Minister's view about this.

3. We believe a discovery in the South Island could lead to investment in new methanol and fertiliser plants and help Fonterra shift its dairy drying from coal to gas. Many thousands of jobs and billions in government revenue would result in a. Success case. We have seen the government's intention to make New Zealand

carbon neutral by 2050. We believe a gas discovery could help the government to achieve its carbon reduction aims because gas is a transition fuel.

We would like to know the government's perspective on this.

Some possible topics the Minister could raise with \$9(2)(a)

s 9(2)(b)(ii)

What do you see as the likely

outcome of that happening?

Are you more interested in looking for petroleum in New Zealand - or using New Zealand Oil & Gas to look for oil and gas overseas?

You'll be aware that the prime minister has indicated the government intends to make New Zealand net carbon zero by 2050. What will that mean for your business?

The government has signaled a transition to renewables. What do you think would be the best way to make that happen?

I read that in your overseas investment application, you indicated you intend to support educational scholarships in New Zealand. What can you tell me about that?

s 9(2)(a)

External Relations Manager

New Zealand Oil & Gas Ltd MOB: **s** 9(2)(a) PH: **s** 9(2)(a)

s 9(2)(a)

www.nzog.com

On 21/02/2018, at 4:03 PM, \$ 9(2)(a

@parliament.govt.nz> wrote:

Hi = 9(2)(a)

A few bullets on what you would like to discuss with the Minister would be useful.

Cheers s 9(2)(a)

From: s 9(2)(a)

@nzog.coml

Sent: Tuesday, 20 February 2018 3:09 PM

To: s 9(2)(a)

@parliament.govt.nz>

Subject: Re: Meeting with Minister Woods

Thanks so much - is there anything more you need by way of briefing or backgrounder?

s 9(2)(a)

External Relations Manager

www.nzog.com

On 20/02/2018, at 3:05 PM, Vanessa Head s 9(2)(a) @parliament.govt.nz> wrote:

Excellent, see you then.

s 9(2)(a)

From: \$ 9(2)(a) @nzog.com]

Sent: Tuesday, 20 February 2018 3:03 PM

To: \$ 9(2)(a) @parliament.govt.nz>

Subject: Re: Meeting with Minister Woods

That would be perfect, thank you!

s 9(2)(a)

External Relations Manager

New Zealand Oil & Gas Ltd MOB: s 9(2)(a) PH: s 9(2)(a) s 9(2)(a)

www.nzog.com

On 20/02/2018, at 2:41 PM, s 9(2)(a)

s 9(2)(a) @parliament.govt.nz> wrote:

Hello \$ 9(2)(a)

Thank you for your email regarding a meeting with Minister Woods, yourself and Mr Eyal Ofer. Would Wednesday, 28 February at 12.35 – 1.05pm work with your schedule?

Kind regards s 9(2)(a)

s 9(2)(a)

Private Secretary (Energy & Resources) | Office of Hon Dr Megan Woods | Minister of Energy and Resources

6.1 Executive Wing | Parliament Buildings | Wellington | New Zealand

T: s 9(2)(a) | M: s 9(2)(a)

E:s 9(2)(a) @parliament.govt.nz

From:

s 9(2)(a)

@parliament.govt.nz>

Sent:

Tuesday, 13 March 2018 12:39 a.m.

To:

James Stevenson-Wallace

Subject: Attachments: FW: To be printed single sided 20180312Downstream.docx

Speech for tomorrow

Ignore any typos! Having proof read before publication

Sent with BlackBerry Work (www.blackberry.com)

From:

s 9(2)(a) (Parliament)

Sent:

Wednesday, 14 March 2018 11:11 a.m.

To:

Andrew Hume; David Darby; Ilana Miller; Josh Adams; Marcos Pelenur; Tim

Townsend; James Stevenson-Wallace; s 9(2)(a) Brad Ward

Cc:

s 9(2)(a)

Subject:

RE: Officials' actions 12 March

Hi All,

Just to clarify action 11 – this does not need to be acted on now. A decision will be made on whether the meeting and therefore the action is required after further conversations that the Minister is to have with her colleagues.

s 9(2)(a) given that, can you please not include that in your list of actions in the weekly report?

Any questions please just let me know.

Cheers, s 9(2)(a)

From: s 9(2)(a)

Sent: Wednesday, 14 March 2018 10:13 AM

To: Andy Hume <Andrew.Hume@mbie.govt.nz>; Dave Darby <David.Darby@mbie.govt.nz>; Ilana Miller

<Ilana.Miller@mbie.govt.nz>; Josh Adams < Josh.Adams@mbie.govt.nz>; Marcos Pelenur

<Marcos.Pelenur@mbie.govt.nz>; Tim Townsend <Tim.Townsend@mbie.govt.nz>; James Stevenson-Wallace

<james.stevenson-wallace@mbie.govt.nz>; \$ 9(2)(a) @mbie.govt.nz>; 'brad.ward@mbie.govt.nz'

<brad.ward@mbie.govt.nz>

Cc: s 9(2)(a)

@mbie.govt.nz>

Subject: Officials' actions 12 March

Hi all,

Here are the actions recorded from Monday's meeting. Apologies for the delay.

Note also that the Minister specifically mentioned her appreciation of all the work that MBIE is currently doing to progress the new legislation, and said that the recent paper on Block offer options was excellent and has helped with her discussions on the topic.

Let me know if you have any questions or additions.

| Action # | Item | Person responsible | Actions |
|-------------|-----------------|--------------------|--|
| 1 | New legislation | Minister's office | Electricity (renewable preference) Amendment Bill 2018 is to be parked for this week. Crown Minerals Amendment Bill 2018 is ready to go this week. Minister's office to provide feedback from consultation on the CMAB 2018. |
| 2 | New legislation | Marcos Pelenur | MBIE to finalise the Cabinet paper, based on any feedback. |

| 3 | Electricity pricing review - TOR paper | Minister's office | The Terms of Reference Cabinet paper will be lodged on Thursday (15 th), subject to feedback from consultation. MO to provide feedback from consultation on the 14 th . |
|----|--|-------------------|---|
| 4 | Electricity pricing review - personnel paper | Andy Hume | MBIE to confirm with the proposed Chair whether the highest rate in the band is acceptable. MBIE to investigate whether other inquiries are going above the recommended pay bands. |
| 5 | Block offer | Marcos Pelenur | MBIE to progress a draft Cabinet paper assuming that either option 3 or 4 will be progressed. |
| 6 | Block offer | Minister's office | MO to provide updated wording for the paper. |
| 8 | s 9(2)(f)(iv) | | |
| 9 | Potential Nissan Leaf battery issue | Andy Hume | MBIE to clarify which portfolio (E&R or RSI) will take the lead on providing advice on this issue. |
| 10 | Shell Pohokura offshore pipeline | Josh Adams | MBIE to keep the Minister up to date on this issue. MBIE to engage with Hayden Munro on planning for PR around the issue. |
| 11 | No new mines on conservation land | Tim Townsend | A joint meeting with MBIE and Doc officials is to be organised (subject to conversations to be held between Ministers). |

Cheers, s 9(2)(a)

s 9(2)(a)

Acting Private Secretary (Energy & Resources) Office of Hon Dr Megan Woods | Minister of Energy and Resources

6.1 Executive Wing | Parliament Buildings | Wellington | New Zealand T:s 9(2)(a) | M:s 9(2)(a) | E:s 9(2)(a) | Diagrament.go

ଅparliament.govt.nz

From:

s 9(2)(a) (Parliament)

Sent:

Wednesday, 14 March 2018 4:37 p.m.

To:

Marcos Pelenur

Subject:

Draft Cab paper for Crown Minerals Act Amendment Bill - update and talking points

needed

Hi Marcos,

An update on the draft Cabinet paper for the Crown Minerals Act Amendment Bill 2018 – Minister Woods will now be meeting with both Minister Jones and Minister Hughes (separately) to discuss this proposed bill and the office would like you to attend both meetings please. We don't yet have confirmed times, but they are likely to be on Monday or Tuesday – I will let you know when we hear more. Please let me know if any issues with this.

Can we please also have talking points prepared for Minister Woods for each meeting? These can be similar/based on what we would have/will be preparing for Cabinet. Details of each meeting are:

s 9(2)(g)(i)

It would be appreciated if I could please have these points by midday Friday. Apologies for the quick turn-around.

Any questions or concerns please just let me know.

Cheers, s 9(2)(a)

From:

s 9(2)(a) (Parliament)

Sent:

Wednesday, 14 March 2018 5:24 p.m.

To:

Marcos Pelenur

Subject:

Draft Cabinet papers - block offer and CMA

Hi Marcos,

This is an update on the draft Cabinet papers for Block offer and the Crown Minerals Act Amendment Bill.

For the Crown Minerals Act Amendment Bill:

- This is expected to be lodged next Thursday (22 March) and then go through the normal process, which will result it in the bill being introduced later than planned.
- The only hold on this currently is the planned meetings with Minister Jones and Minister Hughes, which will happen early next week.
- Can the draft Cabinet paper please be provided to us by COB Monday 19 March?
- As requested in my previous email, we will also need talking points for the Ministerial meetings by midday on Friday.

For Block Offer:

- The intention now is to <u>maybe</u> take an oral item to ENV next week (TBC I will let you know) and then to take the paper directly to Cabinet on the 26th.
- Can we please have the draft Cabinet paper provided to the office by COB Thursday (15 March), so that we can start consultation on it?
- Can we also please have a letter to the Prime Minister, requesting approval to take the paper directly to Cabinet, by COB Monday (19 March). The rationale included this letter should be along the lines that the decision needs to be accelerated, because industry is anticipating an announcement in March, as per usual.

Any questions please just let me know. Things are moving quickly on both of these - so thanks all the help!

Cheers, s 9(2)(a)

From:

Marcos Pelenur

Sent:

Wednesday, 14 March 2018 5:53 p.m.

To:

s 9(2)(a) (Parliament)

Subject:

Re: Draft Cab paper for Crown Minerals Act Amendment Bill - update and talking

points needed [UNCLASSIFIED]

No worries

Cheers

М

Sent from my iPhone

On 14/03/2018, at 5:26 PM, s 9(2)(a)

@parliament.govt.nz> wrote:

As aide memoires please, so that they are on a template, but don't make them any more complicated than they need to be.

Cheers, s 9(2)(a)

From: Marcos Pelenur [mailto:Marcos Pelenur@mbie.govt.nz]

Sent: Wednesday, 14 March 2018 5:16 PM

 $T_0: s 9(2)(a)$

@parliament.govt.nz>

Subject: Re: Draft Cab paper for Crown Minerals Act Amendment Bill - update and talking points

needed [UNCLASSIFIED]

Thanks $\stackrel{\text{S}}{=} 9(2)(a)$ Sounds good. Can the talking points be emailed to you as a memo or would you prefer them as Aide Memoires?

M

Sent from my iPhone

On 14/03/2018, at 4:37 PM, s 9(2)(a)

@parliament.govt.nz> wrote:

Hi Marcos,

An update on the draft Cabinet paper for the Crown Minerals Act Amendment Bill 2018 – Minister Woods will now be meeting with both Minister Jones and Minister Hughes (separately) to discuss this proposed bill and the office would like you to attend both meetings please. We don't yet have confirmed times, but they are likely to be on Monday or Tuesday – I will let you know when we hear more. Please let me know if any issues with this.

Can we please also have talking points prepared for Minister Woods for each meeting? These can be similar/based on what we would have/will be preparing for Cabinet. Details of each meeting are:

s 9(2)(g)(i)

s 9(2)(g)(i)

It would be appreciated if I could please have these points by **midday Friday**. Apologies for the quick turn-around.

Any questions or concerns please just let me know.

Cheers, s 9(2)(a)

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From:

Marcos Pelenur

Sent:

Wednesday, 14 March 2018 9:17 p.m.

To:

s 9(2)(a)

Cc:

s 9(2)(a) (Parliament)

Subject:

FW: Draft Cabinet papers - block offer and CMA [IN-CONFIDENCE]

HI = 9(2)(a)

Note plan below for each of your cabinet paper. [8] if you can draft up the letter to PM, that would be great.

Let's 'scrum' tomorrow morning to make sure we're all good to go

Μ

From: 9(2)(a)

@parliament.govt.nz]

Sent: Wednesday, 14 March 2018 5:24 p.m.

To: Marcos Pelenur < Marcos.Pelenur@mbie.govt.nz > Subject: Draft Cabinet papers - block offer and CMA

Hi Marcos,

This is an update on the draft Cabinet papers for Block offer and the Crown Minerals Act Amendment Bill.

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Any questions please just let me know. Things are moving quickly on both of these – so thanks all the help!

Cheers, s 9(2)(a)

From:

s 9(2)(a) (Parliament)

Sent:

Thursday, 15 March 2018 5:16 p.m.

To:

James Stevenson-Wallace; Andrew Hume; David Darby; Ilana Miller; Josh Adams;

Marcos Pelenur; Richard Garlick; Tim Townsend; s 9(2)(a)

Subject:

RE: Vote Energy Weekly Prep meeting [UNCLASSIFIED]

Further to my second point below, Minister Woods will be meeting with Minister Sage on Tuesday, to discuss the s 9(2)(f)(iv)

Officials will now not be attending this meeting.

The Minister would like to discuss the proposal at the officials' meeting on Monday, but I understand from the Vote meeting this afternoon that this is already in the plan.

Any questions just let me know.

Cheers, s 9(2)(a)

From: s 9(2)(a)

Sent: Thursday, 15 March 2018 3:55 PM

To: 'James Stevenson-Wallace' <James.Stevenson-Wallace@mbie.govt.nz>; 'Andrew Hume' <Andrew.Hume@mbie.govt.nz>; 'David Darby' <David.Darby@mbie.govt.nz>; 'Ilana Miller' <Ilana.Miller@mbie.govt.nz>; 'Josh Adams' <Josh Adams@mbie.govt.nz>; 'Marcos Pelenur' <Marcos.Pelenur@mbie.govt.nz>; 'Richard Garlick' <richard.garlick@mbie.govt.nz>; 'Tim Townsend' <Tim.Townsend@mbie.govt.nz>; \$ 9(2)(a) @mbie.govt.nz>

Tim. Townsend@mble.govc.nzz

Subject: RE: Vote Energy Weekly Prep meeting [UNCLASSIFIED]

Hi All.

A couple of things to follow up from the Vote meeting this afternoon:

- Block offer the MO was under the impression that a letter would go to the final climate change commission, but they can also see that a letter to the interim commission would be helpful, if not both. It might be a good idea to advise either way with the Minister on Monday, let me know if you want me to clarify further in the meantime.
- 2. s 9(2)(t)(t)

Cheers, s 9(2)(a)

----Original Appointment-----

From: James Stevenson-Wallace [mailto:James.Stevenson-Wallace@mbie.govt.nz]

Sent: Thursday, 18 January 2018 10:19 AM

To: James Stevenson-Wallace; James Stevenson-Wallace; AJ Millward; Andrew Hume; David Darby; \$ 9(2)(a)

Ilana Miller; Josh Adams; Marcos Pelenur; Richard Garlick; Tim Townsend; \$ 9(2)(a)

Subject: Vote Energy Weekly Prep meeting [UNCLASSIFIED]

When: Thursday, 15 March 2018 3:00 PM-3:30 PM (UTC+12:00) Auckland, Wellington.

Where: MEET WLG STOUT 5.11 (14, VC)

From:

s 9(2)(a)

Sent:

Friday, 16 March 2018 8:56 a.m.

To:

s 9(2)(a)

Cc:

s 9(2)(a)

Subject:

(Parliament); David Darby FW: Petroleum Conference - event briefing [IN-CONFIDENCE]

His 9(2)(a) – are you able to do that?

s 9(2)(a)

From: s 9(2)(a)

@parliament.govt.nz]

Sent: Thursday, 15 March 2018 5:09 p.m.

To: 9(2)(a)

Cc: s 9(2)(a)

; Marcos Pelenur

Subject: RE: Petroleum Conference - event briefing [IN-CONFIDENCE]

His 9(2)(a)

I've had a request to include an acknowledgement of Joanna Breare, who is the new Chair of PEPANZ, in the draft speech for the Petroleum Conference. This is just to formally acknowledge the fact that she is the new Chair. Can you please include this?

Any questions please just give me a call

Cheers, s 9(2)(a)

From: Marcos Pelenur [mailto:Marcos.Pelenur@mbie.govt.nz]

Sent: Monday, 12 March 2018 1:11 PM

 $T_0: s 9(2)(a)$

@mbie.govt.nz>

Cc: s 9(2)(a)

@mbie.govt.nz>; s 9(2)(a)

@mbie.govt.nz>; s 9(2)(a)

s 9(2)(a)

@parliament.govt.nz>

Subject: RE: Petroleum Conference - event briefing [IN-CONFIDENCE]

His 9(2)(a)

No problem, will do.

s 9(2)(a) can you please lead this? Recommend you look at using our last year petroleum conference aide memoire as a template to start.

Let me know if you have any questions.

Thanks

Marcos

From: s 9(2)(a)

@parliament.govt.nz]

Sent: Thursday, 8 March 2018 8:57 p.m.

To: Marcos Pelenur < Marcos. Pelenur@mbie.govt.nz>

@mbie.govt.nz>; s 9(2)(a)

@mbie.govt.nz>

Subject: Petroleum Conference - event briefing

Hi Marcos,

The Minister has agreed to attend and speak at the NZ Petroleum Conference on 27 March. The Minister has also agreed to attend the stakeholder function on Monday, 26 March. Please see the event info sheet attached for further info, s = 9(2)(a) and PEPANZ may be able to provide further information.

Please could you provide a background event briefing to cover the events and a draft speech for approximately 20mins (there will be around 10mins of Q&A afterwards).

Please note that the draft speech will be completed by the office on the specific block offer components so please provide supporting facts (that can be provided regardless of the decision) in bullet form.

Please could this be sent to the office for 4pm Monday, 19 March?

Cheers s 9(2)(a)

s 9(2)(a)

Private Secretary (Energy & Resources) | Office of Hon Dr Megan Woods | Minister of Energy and Resources
6.1 Executive Wing | Parliament Buildings | Wellington | New Zealand

T: \$ 9(2)(a) | M: \$ 9(2)(a) | E: \$ 9(2)(a) @parliament.govt.nz

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From:

s 9(2)(a)

(Parliament)

Sent:

Friday, 16 March 2018 3:52 p.m.

To:

James Stevenson-Wallace

Subject:

Minister's meeting Monday

Attachments:

1. Energy Resources Weekly Report - Monday 19 March 2018 - Final.pdf

Are you okay for us to reduce the weekly Minister's meeting to 45 mins on Monday? They have added in a CBC committee so her diary is tight. See the agenda in the attached weekly report - there's a decent amount on the agenda but I think it should be manageable.

Cheers, s 9(2)(a)



IN CONFIDENCE

Energy and ResourcesWeekly Report

To Hon Dr Megan Woods

Minister of Energy and Resources

Week beginning Monday 19 March 2018

New Zealand Government



Energy and Resources Weekly Officials' Meeting Agenda 3:50pm – 4:50pm Monday 19 March 2018

| Item | Subject | Person | Oral Item / Paper | Action Required (Decision / Inform / Noting / Discussion) |
|------|------------------------|-----------------------------|----------------------|---|
| 1. | Block Offer | James Stevenson- Wallace | BO#2450 17-18 | Discussion |
| 2. | s 9(2)(f)(iv) | Marcos Pelenur | Oral Item | Discussion |
| 3. | Petroleum Conference | David Darby | Oral Item | Discussion |
| 4. | Climate Commission TOR | Andrew Hume | Oral Item | Discussion |
| 5. | s 9(2)(f)(iv) | Marcos Pelenur | Oral Item | Discussion |
| 6. | Weekly Report | Minister | | |
| 7. | Any other business | | | |

Ministry of Business, Innovation & Employment officials attending:

James Stevenson-Wallace, General Manager, Energy and Resource Markets Tim Townsend, Acting Manager, Sector Development Policy David Darby, Manager, Commercial Analysis & Investment Ilana Miller, National Manager, Minerals Andrew Hume, Manager, Energy Markets Policy

s 9(2)(a) Principal Production Geologist, Petroleum Marcos Pelenur, Manager, Resource Markets Policy

9(2)(a) Principal Policy Advisor, Energy Market Policy

Brad Ward, Acting DCE, Building, Resource and Markets



MINISTRY OF BUSINESS, INNOVATION & EMPLOYMENT

HIKINA WHAKATUTUKI

| Action points from | Action points from last Officials' Meeting | | | | | |
|--|---|---|--|--|--|--|
| Item | Actions | Status | | | | |
| New legislation | Electricity (renewable preference) Amendment Bill 2018 is to be parked this week. The Crown Minerals Amendment Bill 2018 will go this week. MO to provide feedback from consultation on the CMAB 2018. | In progress | | | | |
| New legislation | MBIE to finalise the Crown Minerals Amendment Bill 2018 Cabinet paper, based on any feedback. | In progress | | | | |
| Electricity pricing review - TOR paper | The Terms of Reference Cabinet paper will be lodged on Thursday (15 March), subject to feedback from consultation. MO to provide feedback from consultation on 14 March. | Completed | | | | |
| Electricity pricing review - personnel paper | MBIE to confirm with the proposed Chair whether the highest rate in the band is acceptable. MBIE to investigate whether other inquiries are going above the recommended pay bands. | On track | | | | |
| Block Offer | MBIE to progress a draft Cabinet paper assuming that either option 3 or 4 will be progressed. MO to provide updated wording for the paper. | Completed | | | | |
| s 9(2)(f)(iv) | AL INITE | | | | | |
| Potential Nissan Leaf battery issue | MBIE to clarify which portfolio (E&R or RSI) will take the lead on providing advice on this issue. | We will continue to keep you updated, noting that Minister Genter will take the lead on any Ministerial response required. | | | | |
| Shell Pohokura offshore pipeline | MBIE to keep the Minister up to date on this issue. MBIE to engage with \$9(2)(a) on planning for PR around the issue. | On track | | | | |



MINISTRY OF BUSINESS, INNOVATION & EMPLOYMENT

HIKINA WHAKATUTUKI

| Priority Projects | | | | | | |
|--------------------------------|--|-------------|--|--|--|--|
| Item | Actions | Status | | | | |
| Electricity power price review | MBIE has provided a revised electricity pricing review TOR draft cabinet paper which includes an updated high level timeline. | | | | | |
| | MBIE will also provide an APH paper with confirmed names and fees for the electricity advisory group. This paper will be submitted for the APH committee meeting on 28 March. | On track | | | | |
| | MBIE are now also engaging with consultants in shaping up the review. | | | | | |
| | CED UNIDER | In progress | | | | |
| Fuel margins review | MBIE will shortly be submitting a report providing information on interventions which could be pursued prior to the Commerce Commission completing a market study. | On track | | | | |
| s 9(2)(f)(iv) | | On track | | | | |



1. Managing the Estate

Sapura Energy a potential new entrant

Comment:

MBIE has received an application from OMV to transfer some of the equity it holds in its offshore Taranaki exploration permits to a potential new entrant called Sapura Energy.

Sapura is a Malaysian company with strong operating and financial credentials. MBIE officials are assessing the application and will make a final decision on the transfer in the next three weeks.

This type of application is common. Because of the high financial cost associated with offshore exploration, companies spread their financial risk by "farming down" a proportion of the equity they hold in their exploration permits. In this case OMV is getting ready to drill offshore wells in Taranaki over the next 24 months and is spreading is financial exposure.

Strong joint ventures are important because the partners can bring complimentary skills to the table and as a group they can have greater financial capability than individual companies. From a Crown perspective, all joint venture partners on a permit are jointly and severely liable to complete their work programme obligations. If one partner fails to meet its obligations then the Crown has other options to pursue, for example if there are outstanding liabilities.

Next Steps:

For your information only.

Responsible Manager: Josh Adams s 9(2)(g)(i)



2. Policy Developments

Regulatory Systems Amendment Bill (2) - Next Steps

Comment:

The amendments to the Crown Minerals Act 1991 (CMA) have been removed from the Regulatory Systems Amendment Bill (2) (RSB (2)) and are progressing in a stand-alone bill – the *Crown Minerals Amendment Bill 2018*.

In addition to the previously included amendments to the CMA, the Ministry of Business, Innovation and Employment (MBIE) proposed two amendments to the Continental Shelf Act 1964 (CSA) to be progressed through the RSB (2). The Ministry of Transport supported these amendments.

The Regulatory Systems team at MBIE are responsible for RSB (2). They intend to seek agreement from Minister Parker to take the policy paper for RSB (2) to the Cabinet Economic Development Committee at the end of March.

Next Steps:

Subject to Minister Parker's agreement, RSB (2) will be considered by the Cabinet Economic Development Committee at the end of March 2018.

It is anticipated that a Cabinet paper seeking agreement to introduce RSB (2) into the House will be considered by the Cabinet Legislation Committee in May 2018.

Responsible Manager: Marcos Pelenur





2. Policy Developments

s 9(2)(f)(iv)

Offshore Financial Assurance: Meeting with industry stakeholders on 2018 amendment.

Comment:

On Thursday 15 March, officials from MBIE, the Ministry of Transport and Maritime New Zealand met with industry stakeholders to discuss the 2018 amendment to Marine Protection Rule 102: Certificates of Insurance. The key amendments proposed are increasing the maximum financial assurance level from NZ\$600m to NZ\$800m, introducing a fixed rule commencement date of 1 June 2018, and providing a 12 month transitional period for existing operators to become compliant.

Industry participants present included PEPANZ, a number of offshore operators and representatives from the insurance industry.

During the meeting industry stakeholders expressed very strong concerns about the insurability of the regime, mainly around the aspects around the guidance supporting the rule, rather than the proposed new amendments to the rule itself. These concerns were not around the level of the increased assurance level proposed in the 2018 amendment, but primarily around the form of the insurance deemed acceptable to the Director of Maritime New Zealand.

The key concern is the international market availability of products required to cover "strict liability" as provided for by the statutory liabilities in the Maritime Transport Act.

Officials from MoT and MBIE are reaching out to international insurance underwriters, who we have previously engaged with through the policy development process to discuss these concerns.

Responsible Manager: Marcos Pelenur

Next Steps:

Public consultation ends on 23 March for both the rule and the guidance.

Following this, we will provide you and the associate Minister of Transport with advice on submissions received.

The amended Marine Protection Rule 102 is due to come into force from 1 June 2018.

Downstream Energy Conference

Comment:

We attended the Downstream Energy Conference on 13-14 March. Two of the presentations were particularly relevant to working towards 100 per cent renewable electricity and net-zero emissions.

Sapere were commissioned by the Productivity Commission to look at how New Zealand might transition to very low levels of

Next Steps:



MINISTRY OF BUSINESS, INNOVATION & EMPLOYMENT

HIKINA WHAKATUTUKI

2. Policy Developments

renewables by 2050. Their conclusions, which will be publically released shortly are briefly summarised as:

- based on the technology we know of today, the industry can achieve very low emissions (less than 1 Mt) by 2050
- however, this will be expensive and market design evolutions may be required to ensure it is achieved at a lower cost.

Concept consulting and Motu were commissioned by the Ministry for the Environment to consider how we may transition to a net-zero emissions economy by 2050. The preliminary conclusions are that:

- Forestry is critical, but will change the face of our landscape (i.e. land used for farming will be replaced by pine), and forestry isn't a get out of jail free card.
- A green economy is an electric economy, and EVs and wind generation are both critical.
- 95-97% renewable electricity is achievable, but then it gets progressively more expensive to replace fossil fuels.
- Electrification is a key technology for emissions reductions, so policies that make electricity more expensive, could be a disincentive to fuel switching.

Responsible Manager: Andrew Hume



3. Regulatory Reform & Implementation and Operational Matters

Update on Nissan Leaf (newer generation 30kWh model) battery issue

Comment:

Minister Genter is being advised on this issue as it falls within her Associate Transport portfolio, and she will take the lead on any (reactive) Ministerial response needed. The Ministry of Transport has provided her with reactive key messages and potential Q&As.

The Flip the Fleet scientific report regarding battery recharging capacity in newer generation 30kWh Nissan Leafs is scheduled to be published on 16 March.

There are approximately 600 30kWh Nissan Leafs in New Zealand, which is an estimated 12 per cent of all EVs. Nissan is aware of the results of the scientific report, and the issue of potential early degradation is primarily an issue for them to address.

Flip the Fleet (Ecosystems Consultants Ltd) received funding in the third round of EECAs Low Emission Vehicles Contestable Fund (announced in January 2018) for its work to demonstrate

Next Steps:

We will continue to keep you updated. Your office has received a copy of the reactive key messages that were provided to Minister Genter.

The issue of potential early degradation of Nissan Leaf 30kWh model batteries is primarily an issue for Nissan to address.



3. Regulatory Reform & Implementation and Operational Matters

performance and increasing visibility of EVs to prospective purchasers. This work draws on data from hundreds of EV owners from throughout New Zealand.

The funding is being used to make it easier for people to sign-up and contribute data, implement improvements to the database, automate data collection, and share the lessons learnt from existing EV owners with prospective EV buyers.

Responsible Manager: Andrew Hume

Taiwanese Government geothermal delegation

Comment:

MBIE hosted the Taiwanese Government geothermal delegation at 15 Stout Street on 15 March. The delegation was led by \$9(2)(a)

The Taiwanese administration aims to increase the share of energy from renewable sources to 20 per cent by 2025. Geothermal energy is emerging as a significant form of renewable energy for Taiwan and should have an important role to play in reaching the 2025 target.

While Taiwan has substantial geothermal resources, this source of energy remains largely untapped and future geothermal initiatives may benefit from international involvement.

The delegation met with senior Energy Resource Markets personnel who delivered presentations on Government-funded geothermal business development, grants for geothermal research and the geothermal sector's role in New Zealand's energy mix.

Responsible Manager: David Darby

New Zealand presence at major minerals conference

Comment:

MBIE attended the Prospectors and Developers Annual Conference, a major minerals-sector conference in Toronto.

The conference had 25,000 attendees, reflecting the current buoyant nature of the international minerals industry. Significant attention was focused in the conference on the global upsurge in "green" battery mineral demand, as well as gold.

We delivered an NZ Investment Showcase, hosted by the NZ High Commissioner and involving GNS Science and OceanaGold, amongst others. This was used to showcase our new geoscience

Next Steps:

For your information only.

Next Steps:

For your information only.



3. Regulatory Reform & Implementation and Operational Matters

data and new Rare Earth Elements work.

The increased profile for NZ was widely commented on by industry, with exploration firms intending to attend the Queenstown Minerals Forum as part of their opportunity screening.

Responsible Manager: David Darby

4. Stakeholder Issues

Upcoming Accord responsibilities relating to the Energy and Resources portfolio

Comment:

In 2009 and 2010, through the Treaty settlement process, the Crown entered into co-governance agreements with the Waikato and Waipā River Iwi: Te Arawa River Iwi, Raukawa, Maniapoto, and Waikato-Tainui. Subsequently, agencies entered into portfolio Accords with each of the Waikato – Waipā iwi. The Energy and Resource portfolio has four Energy Accords with each of the four iwi.

Under these accords, the Minister of Energy and Resources and other Ministers of the Crown, including the Prime Minister, may be required to attend annual fora, coordinated by Te Puni Kōkiri, with the relevant iwi. Attendance may be delegated to an official of appropriate seniority.

We have been informed by Te Puni Kökiri that the fora in 2018 will be delayed due to awaiting confirmation of suitable dates. However, Te Puni Kökiri has outlined that early indications are that the fora will occur in May this year.

Responsible Manager: Tim Townsend

Next Steps:

We will keep you informed of any further developments and will work with your office to have the confirmed dates entered into your calendar.



Petroleum & Minerals Applications decided FROM THURSDAY, 8 MARCH 2018 TO WEDNESDAY, 14 MARCH 2018

| Permit activity | Permit Number | Permit Type | Client | Location | Decision | Comment |
|-----------------|------------------|-------------------------|-------------------------|------------|----------|---|
| Full Surrender | 54740 | Minerals Mining | Fulton Hogan Limited | Canterbury | Approved | Extraction was completed from this site in July 2016. The permit was surrendered in full as it is no longer required. |
| Full Surrender | 56760 | Minerals Exploration | Fulton Hogan Limited | Canterbury | Approved | Fulton Hogan has reviewed their Canterbury permits following the meeting with officials on 2 March 2018 (discussed in last weeks' report). This was an inactive exploration permit which they have decided to surrender so that they can focus on complying with their mining permit obligations. |
| Full Surrender | 56761 | Minerals Exploration | Fulton Hogan Limited | Canterbury | Approved | Fulton Hogan has reviewed their Canterbury permits following the meeting with officials on 2 March 2018 (discussed in last weeks' report). This was an inactive exploration permit which they have decided to surrender so that they can focus on complying with their mining permit obligations. |
| Full Surrender | 57044 | Minerals Exploration | Fulton Hogan Limited | Canterbury | Approved | Fulton Hogan has reviewed their Canterbury permits following the meeting with officials on 2 March 2018 (discussed in last weeks' report). This was an inactive exploration permit which they have decided to surrender so that they can focus on complying with their mining permit obligations. |

MBIE-MAKO-17157744



MINISTRY OF BUSINESS, INNOVATION & EMPLOYMENT HIKINA WHAKATUTUKI

| Permit activity | Permit Number | Permit Type | Client | Location | Decision | Comment |
|-----------------|------------------|-------------------------|--|-------------|----------|---|
| Full Surrender | 60189 | Minerals Exploration | Fulton Hogan Limited | Canterbury | Approved | Fulton Hogan has reviewed their Canterbury permits following the meeting with officials on 2 March 2018 (discussed in last weeks' report). This was an inactive exploration permit which they have decided to surrender so that they can focus on complying with their mining permit obligations. |
| New Permit | 60377 | Minerals Prospecting | Wayne Hassan, Brett Moynihan, Ross Daniel Moore, Hamish Roundhill, John Silcock and Edward Davis | West Coast | Approved | Granted for a period of 2 years to prospect for all metallic minerals (excluding uranium) and all non-metallic minerals, over an area of 529.438 square kilometres |
| New Permit | 60419 | Minerals Exploration | Jurassic Resources Limited | Southland | Approved | Granted for a period of 5 years to explore for all metallic minerals (excluding uranium) and all non-metallic minerals over an area of 996.636 hectares. |
| New Permit | 60421 | Minerals Mining | lan Lancelot Rasmussen | West Coast | Approved | Granted for a period of 10 years to mine for gold over an area of 49.931 hectares |
| New Permit | 60430 | Minerals Mining | Forest Management (NZ) Limited | Hawke's Bay | Approved | Granted for a period of 25 years to mine for limestone over an area of 1.866 hectares |

MBIE-MAKO-17157744

12



Access Arrangements under consideration by ERM and other Crown agencies requiring Joint Ministerial Approval

| Agencies | Permit number | Applicant | Land Status and Location | Comment |
|------------|---------------|-----------------------------------|---|---------|
| LINZ & ERM | s 9(2)(f)(iv) | | | |
| LINZ & ERM | s 9(2)(f)(iv) | | BANK | |
| LINZ & ERM | s 9(2)(f)(iv) | | | |
| DOC & ERM | 41289 | Rangitira Developments Limited | DOC stewardship land at the southern end of the Buller Plateau. | |
| DOC & ERM | s 9(2)(f)(iv) | | | |

MBIE-MAKO-17157744

13



Upcoming Meetings, Events and Announcements

Upcoming meetings:

| Meeting with / Purpose | Time |
|---|-----------------|
| Monday 19 March | |
| Meeting with Hon Shane Jones to discuss the proposed Crown Minerals Amendment Bill 2018 | 12.30 – 12.45pm |
| Officials attending: • Marcos Pelenur | |
| Tuesday 20 March | |
| Meeting with Hon Eugenie Sage s 9(2)(f)(iv) | |
| Officials attending: N/A | 8.15 – 8.45am |
| Wednesday 21 March | No. |
| Meeting with Minister Woods and Dave Bodger (Gull) | |
| Officials attending: | 9 – 9:30am |
| Marcos Pelenur | |
| Meeting with Minister Woods and Z Energy | 0.00 0.50 |
| Officials attending: | 3:20 – 3:50pm |
| Marcos Pelenur Meeting with Statoil | |
| Officials attending: | 4 - 4.30pm |
| • N/A | 4 - 4.30pm |
| Thursday 22 March | |
| Meeting with Alan McDonald (Employers and Manufacturers | |
| Association) | 10 – 10.30am |
| Officials attending: | |
| N/A Friday 22 March | |
| Friday 23 March | |
| | |



Upcoming speeches & communications

| Event or announcement Activity | Date | Speech / media release due | MBIE Contact |
|--------------------------------|------|----------------------------|--------------|
| | | | |

Upcoming Cabinet Papers and Briefings

| Upcoming Cabinet Papers | | | | | | | |
|---|---|--------------|------------------|----------------|--|--|--|
| Title of paper | Comment | Provided 🗸 | To be considered | Contact | | | |
| Proposal to revise minimum energy performance standards for energy - using products | Proposal to introduce revised minimum energy performance standards for commercial refrigeration and household refrigerators and freezers. | 6 April 2018 | 8 May 2018 | Andrew Hume | | | |

| Upcoming Briefings, Aide Memoires and Reports | | | | | |
|--|---|-----------------------------|-----------|--|--|
| Subject | Comment | Due date | Contact | | |
| NZ Petroleum Conference Event briefing | To provide background information on the NZ Petroleum Conference event and content for the Ministers draft speech, including supporting facts. | Monday, 19 March 2018 | s 9(2)(a) | | |
| Petrofac Report - Onshore Petroleum Wells Technical Risk Assessment | To provide a high level summary of the report and highlight key topics of discussion. | Wednesday, 21 March 2018 | s 9(2)(a) | | |
| Meeting with Orion | To provide you with background information and talking points for your meeting with Rob Jamieson, CEO of Orion, on Wednesday 28 March. | Wednesday, 21 March 2018 | s 9(2)(a) | | |
| s 9(2)(f)(iv) | | | s 9(2)(a) | | |



OIA Requests

Ministerial OIAs

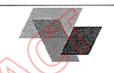
| Number | Name | Date received | Date due to Minister's Office | Date due to requestor | Relates To / Status Update |
|------------|-----------|------------------|-------------------------------------|-----------------------|--|
| OIA18-008 | s 9(2)(a) | 23 Jan 18 | 25 Mar 18 | 3 Apr 18 | Request for titles of briefings, reports, memos, aide memoires. Status: Gathering information. |
| OIA18-048a | s 9(2)(a) | 8 Mar 18 | 29 Mar 18 | 5 Apr 18 | List of every report received by the Minister for Energy and Resources. Status: Gathering information. |
| OIA18-024 | s 9(2)(a) | 14 Feb 18 | 5 Apr 18 | 12 Apr 18 | Information regarding the review of the electricity market. Status: Gathering information. |

Departmental OIAs

| Number Name | Date received | Date due to Minister's Office (if applicable) | Date due to requestor | Relates To / Status Update |
|----------------------|---------------|--|-----------------------|--|
| 1718-1078 \$ 9(2)(a) | 1 Mar 18 | 22 Mar 18 | 29 Mar 18 | Information regarding reports, briefings prepared for ODESC. Status: Gathering information. |

MBIE-MAKO-17157744

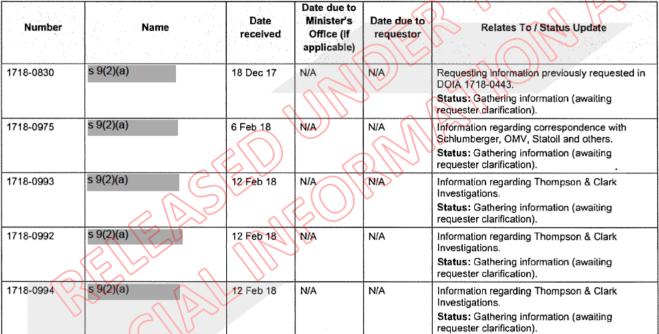
16





MINISTRY OF BUSINESS, INNOVATION & EMPLOYMENT

HIKINA WHAKATUTUKI



MBIE-MAKO-17157744

17

From:

s 9(2)(a) (Parliament)

Sent:

Monday, 19 March 2018 7:05 p.m.

To:

Andrew Hume; David Darby; Ilana Miller; Josh Adams; Marcos Pelenur; Tim

Townsend

Cc:

James Stevenson-Wallace; s 9(2)(a)

Subject:

Actions from Officials meeting 19 March

Hi all,

Here are the action points from today, please let me know if you have anything different;

| Action # | Item | Person responsible | Actions |
|-------------|--|-----------------------|--|
| 1 | Block Offer/petroleum conference | Marcos/Dave | Confirm pressure points of MBIE timings ahead of the conference/ongoing for decisions |
| 2 | Nissan/Flipping the Fleet report | Andy | Provide further advice on the thoroughness of this report |
| 3 | Downstream | Andy | Provide a copy of the presentation detailing the R&D expenditure for the sector (if available) |
| 4 | EPR | МО | Minister confirm final names ASAP Minister confirmed she is happy with the s 9(2)(a) |

s 9(2)(a)

Private Secretary (Energy & Resources) Office of Hon Dr Megan Woods | Minister of Energy and Resources

6.1 Executive Wing | Parliament Buildings | Wellington | New Zealand

⊤.s 9(2)(á

M: s 9(2)(a)

E: s 9(2)(a)

@parliament.govt.nz

From:

James Stevenson-Wallace

Sent:

Tuesday, 20 March 2018 9:25 a.m.

To:

s 9(2)(a) (Parliament)

Cc:

David Darby

Subject:

RE: Actions from Officials meeting 19 March [UNCLASSIFIED]

Can you include the Mitsui discussion – i.e. keen for the Minister to see that through on the hyrdrogen development front

From: s 9(2)(a)

@parliament.govt.nz]

Sent: Monday, 19 March 2018 7:05 p.m.

To: Andrew Hume <Andrew.Hume@mbie.govt.nz>; David Darby <David.Darby@mbie.govt.nz>; Ilana Miller <Ilana.Miller@mbie.govt.nz>; Josh Adams <Josh.Adams@mbie.govt.nz>; Marcos Pelenur

<Marcos.Pelenur@mbie.govt.nz>; Tim Townsend <Tim.Townsend@mbie.govt.nz>

Cc: James Stevenson-Wallace < James. Stevenson-Wallace@mbie.govt.nz >; \$ 9(2)(a)

@mbie.govt.nz>

Subject: Actions from Officials meeting 19 March

Hi all.

Here are the action points from today, please let me know if you have anything different:

| Action | ltem | Person | Actions |
|--------|---------------------|-------------|--|
| # | | responsible | |
| 1 | Block | Marcos/Dave | Confirm pressure points of MBIE timings |
| | Offer/petroleum 🦽 | | ahead of the conference/ongoing for decisions |
| | conference | | |
| 2 | Nissan/Flipping the | Andy | Provide further advice on the thoroughness of |
| | Fleet report | | this report |
| 3 | Downstream | Andy | Provide a copy of the presentation detailing |
| | (07/2) | | the R&D expenditure for the sector (if |
| | | | available) |
| 4 | EPR | MO | s 9(2)(a) to confirm final names ASAP |
| | | | Minister confirmed she is happy with the s 9(2)(a) |

s 9(2)(a)

Private Secretary (Energy & Resources) | Office of Hon Dr Megan Woods | Minister of Energy and Resources 6.1 Executive Wing | Parliament Buildings | Wellington | New Zealand

T: s 9(2)(a)

M·s 9(2)(a)

1 E:s 9(2)(a)

⇒parliament.govt.nz

From:

s 9(2)(a) (Parliament)

Sent:

Tuesday, 20 March 2018 3:18 p.m.

To:

s 9(2)(a)

Subject:

s 9(2)(f)(iv)

I'll need to check and come back to you.

From: s 9(2)(a)

@mbie.govt.nz]

Sent: Tuesday, 20 March 2018 3:17 PM

To: 9(2)(a)

@parliament.govt.nz>

Subject: \$ 9(2)(f)(iv) [UNCLASSIFIED]

s 9(2)(f)(iv)

Cheers Andy

From: s 9(2)(a)

Sent: Friday, 16 March 2018 4:10 p.m.

Cc: Marcos Pelenur; \$ 9(2)(a)
Subject: \$ 9(2)(f)(iv)

[UNCLASSIFIED]

Hello s 9(2)(a)

Please see attached Aide Memoire pdf and word document.

Thank you,

s 9(2)(a)

s 9(2)(a)

PROMOTIONS COORDINATOR

Energy and Resource Markets Branch Ministry of Business, Innovation & Employment

s 9(2)(a) ambie.govt.nz

15 Stout Street, PO Box 1473, Wellington 6140 www.mbie.govt.nz Ph: +64 s 9(2)(a)

From:

s 9(2)(a) (Parliament)

Sent:

Tuesday, 10 April 2018 5:45 p.m.

To:

s 9(2)(a)

Cc:

s 9(2)(a); Tim Townsend; David Darby

Subject:

RE: Aide memoire; Background to Block Offer [IN-CONFIDENCE:RELEASE

EXTERNAL]

Oh sorry, yep got this one

From: s 9(2)(a)

@mbie.govt.nz]

Sent: Tuesday, 10 April 2018 5:44 PM

To: 9(2)(a)

@parliament.govt.nz>

Cc: David Buckrell < David.Buckrell@mbie.govt.nz>; Tim Townsend < Tim.Townsend@mbie.govt.nz>; David Darby

<David.Darby@mbie.govt.nz>

Subject: RE: Aide memoire; Background to Block Offer [IN-CONFIDENCE: RELEASE EXTERNAL]

His 9(2)(a)

Can you please confirm that you've received this?

Cheers

s 9(2)(a)

From: s 9(2)(a)

Sent: Tuesday, 10 April 2018 2:48 p.m.

To: \$ 9(2)(a)

(Parliament)

Cc: s 9(2)(a)

Tim Townsend; David Darby

Subject: Aide memoire; Background to Block Offer [IN-CONFIDENCE:RELEASE EXTERNAL]

His 9(2)(a)

The attached aide memoire is in the 3.15pm bag.

Kind regards, s 9(2)(a)

s 9(2)(a)

PROMOTIONS SPECIALIST

Energy and Resource Markets Branch Ministry of Business, Innovation & Employment

s 9(2)(a) <u>@mbie.govt.nz</u> | Telephone: s 9(2)(a)

15 Stout Street, PO Box 1473, Wellington 6140 www.mbie.govt.nz

www.govt.nz - your guide to finding and using New Zealand government services

45

Hon James Shaw

Minister for Climate Change Minister of Statistics Associate Minister of Finance Minita mõ Te Rerekëtanga o Te Āhuarangi Minita Tatauranga Hoa Minita Tahua Moni



Hon Megan Woods
Minister of Energy and Resources

20 February 2018

Dear Megan

As Minister for Climate Change, I am committed to advocating for policy change that will lead to meaningful reduction in New Zealand's greenhouse gas emissions. As Minister for Energy and Resources you control several of the key policy levers that can lead to significant emissions reductions or, conversely, allow emissions to rise.

In its 2017 country review of New Zealand, the International Energy Agency found that carbon pricing alone – and indeed current policy settings more generally – will not be sufficient to decarbonise our energy sector. The IEA recommended a whole of system approach with government leadership, and noted that we are "well placed" to accommodate more renewable energy generation.

Our Government has committed to be a world leader in the fight against climate change. I feel that our work together so far has been productive and will help to achieve the Government's shared goals. I am writing to you to propose three concrete steps we can take now that will reduce emissions in the long term as well as providing immediate, internationally significant signals of our commitment to a stable climate for future generations.

| s 9(2)(f)(iv) | |
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| s 9(2)(f)(iv) | | |
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Block Offer

The simple fact is that all the coal, oil, and gas that has already been discovered cannot be burnt if globally we are to meet our Paris Agreement commitments to limit global warming to 1.5-2 degrees. We should not be looking for more.

The United Nations estimated last year that to meet climate targets, 80-90 percent of coal, 50 percent of gas, and 35 percent of oil cannot be burnt.

Realistically, currently known fossil fuel reserves may continue to be extracted and burnt for some time as the global transition to cleaner renewable energy sources takes place. But searching for more fossil fuels does not aid the transition, it delays it. Every exploration dollar could instead be spent on renewable energy. Every investment creates an asset from which its owners will expect a return.

I urge you to end the Block Offer process for allocating petroleum and minerals permits immediately. I understand that the most recent Block Offer was set in motion by the previous Government. I do not see any good reason why our new Government should begin another one.

Coal

As you know, New Zealand has signed up to the international Powering Past Coal Alliance, led by Canada and the UK. This commits us to phase out existing traditional coal power, and to a moratorium on any new traditional coal power stations without operational carbon capture and storage. It also commits us to support clean power through our policies and investments.

We must make good on these commitments.

Thankfully, I am not aware of any planned new coal powered electricity generation sources in New Zealand. The one remaining coal power plant is scheduled to remain open until 2030. However, increasingly the major users of coal are industrial and process heat. The Government itself is a user of coal (and gas), such as for coal boilers at schools and hospitals.

Emissions pricing alone is unlikely to cause an end to coal use in the short term. I urge you to use stronger regulatory tools to achieve an end to coal burning in New Zealand. These could include setting a target date by which the wider public sector will not burn any coal. There may be advantages to developing more partnerships with the private sector in order to quickly transition the private sector away from coal use. I would support exploring that approach. Major coal users need to know that our Government will support and work with them to change their energy use.

A just transition

Our government is committed to a just transition for people, communities, and sectors to meet our climate change commitments. Cabinet has agreed to four principles for a just and effective transition, and these will be central to the work the Climate Commission does when it is established:

- 1. A transparent and participative approach to policy setting.
- 2. Investment predictability.
- 3. Ambition with regard to emissions reduction.
- 4. Creating enduring institutional arrangements with decisions underpinned by robust evidence.

The wellbeing of New Zealanders – people, families, and communities – not the wellbeing of particular industries must be core to our thinking about just transitions. Ensuring quality of life, income, and employment does not mean ensuring the continuation of the coal, oil, and gas industry. Alternatives are widely available and it is our responsibility as the Government to work with people, families, and communities to embrace the alternatives.

To achieve a transparent and participative approach, I will undertake a widespread public engagement exercise this year around the Zero Carbon Act. To achieve investment predictability, so as to help businesses and communities plan ahead, I believe it is essential that the government makes clear and strong commitments to end fossil fuel extraction and use.

I welcome an opportunity to discuss these points further with you.

Sincerely,

Hon James Shaw

From:

s 9(2)(a)

Sent:

Tuesday, 13 March 2018 5:50 PM

To:

s 9(2)(a)

Mike Munro

Subject:

RE: Block Offer meeting with DPM

Thank you s 9(2)(a)

We have a briefing from the Ministers Office coming.

s 9(2)(a)

Sent with BlackBerry Work (www.blackberry.com)

From: s 9(2)(a)

@parliament.govt.nx>

Date: Tuesday, 13 Mar 2018, 5:38 PM

To: s 9(2)(a)

@parliament.govt.pz>, s 9(2)(a)

wharliament.govt.nz>, s 9(2)(a)

s 9(2)(a)

@parliament.govt.nz>, Mike Munro s 9(2)(a)

@parliament govt.nz>

Subject: Block Offer meeting with DPM

G'day Mike,

I've contacted DPM's office regarding the block offer/oil and gas sector meeting. He is in Wellington on Thursday, but heading to Whangarei in the afternoon (via Auckland, obviously). His office will send him up earlier, and he can divert to the PM's residence for a meeting at 1.30pm.

I'm not sure which of the advisors is looking after this issue, but if you could provide some briefing for the PM, in time for the bag tomorrow (deadline 2.30pm). I leave it to the relevant PMO advisor to commission briefing from the relevant PAG advisor.

Thanks!

s 9(2)(a)

Senior Private Secretary

Office of the Prime Minister

s 9(2)(a)

Authorised by Rt. Hon Jacinda Ardern MP, Parliament Buildings, Wellington

From:

s 9(2)(a)

Sent:

Thursday, 15 March 2018 1:18 PM

To:

s 9(2)(a)

Subject:

RE: Advice on oil and gas industry in NZ

Kia Ora,

I realised I didn't reply at the time. Thank you very much for sending this through on Tuesday

s 9(2)(a) Senior Ministerial Advisor

Office of the Prime Minister

s 9(2)(a)

Authorised by Jacinda Ardern, Parliament Bulldings, Wellington.

From: s 9(2)(a)

Sent: Wednesday, 14 March 2018 1:00 PM

To: s 9(2)(a)

@parliament.govt.nz>

Cc: s 9(2)(a)

@parliament.govt.nz>

Subject: Advice on oil and gas industry in NZ

Hi s 9(2)(a)

See attached an aide memoire from MBIE on the oil and gas industry in New Zealand, in response to your request below.

The first document is a scanned and signed version, the last two are print-PDFs of the main document and the Annex.

Please let me know if you have any comments or questions.

Cheers,

s 9(2)(a)

From: \$ 9(2)(a)

Sent: Tuesday, 13 March 2018 5:52 PM

To: s 9(2)(a)

@parliament.govt.nz>

cc: s 9(2)(a)

@parliament.govt.nz>

Subject: RE: O&G

Kia Ora s 9(2)(a)

The deadline for the PM's bag tomorrow will be 2:30pm rather than COP so can we please get something in time to review it before then?

s 9(2)(a)

Sent with BlackBerry Work

(www.blackberry.com)

From: s 9(2)(a)

a parliament.govt.nz>

Date: Tuesday, 13 Mar 2018, 1:21 PM

 T_0 : s 9(2)(a)

wparliament.gov1.nz>

Subject: RE: O&G

Thanks for that

We'll get something back to you tomorrow.

From: s 9(2)(a)

Sent: Tuesday, 13 March 2018 12:11 PM

 $T_0:$ s 9(2)(a)

@parliament.govt.nz>;s 9(2)(a)

Cc: s 9(2)(a)

@parliament.govt.nz>

Subject: RE: O&G

Kia Ora s 9(2)(a)

Thank you. Primarily the PM will need a broad overview of the sector. She won't need a lot of contextual description as she is largely across the policy settings but will need key numbers and facts. Covering the two specific areas as Mike discussed below should be a focus but a summary of what has happened in recent exploration/block offer processes there and in other areas as you suggest would also be useful.

s 9(2)(a) | Senior Ministerial Advisor

Office of the Prime Minister

s 9(2)(a)

Authorised by Jacinda Ardern, Parliament Buildings, Wellington.

From: s 9(2)(a)

Sent: Tuesday, 13 March 2018 9:05 AM

To: \$ 9(2)(a)

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parliament govt nz

Cc: s 9(2)(a)

@parliament.govt.nz>

Subject: RE: O&G

 $_{Hi}$ s 9(2)(a)

No problem - MBIE have started working on this.

If you do have any further details on info required and the context for the meeting that would be helpful.

Also, do you want any information on exploration permits and prospects in the Canterbury and Great South Basins, off the South Island? There are not producing regions, but are part of the landscape for the industry in NZ currently - or should we assume no further exploration?

Cheers,

s 9(2)(a)

From: s 9(2)(a)

Sent: Monday, 12 March 2018 8:24 PM

 $T_0: s 9(2)(a)$

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@parliament.govt.nz>; s 9(2)(a)

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Subject: FW: O&G

Heys 9(2)(a)

Could you please ensure this is priority no. 1 for officials tomorrow?

I think some of the information is already in the most recent briefing our office received but it'd be good to make sure we've provided as much as possible on each point.

s 9(2)(a) is key contact in PMO if any clarification or follow up is needed.

Cheers s 9(2)(a)

Sent with BlackBerry Work

(www.blackberry.com)

From: s 9(2)(a)

@parliament.govt.nz>

Date: Monday, 12 Mar 2018, 7:08 PM

 $T_0: s 9(2)(a)$

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Cc:s 9(2)(a)

@parliament_govt.nz>

Subject: RE: O&G

Kia Ora s 9(2)(a)

Happy to help with this in solution absence if needed. Just let me know.

s 9(2)(a) | Senior Ministerial Advisor

Office of the Prime Minister

s 9(2)(a)

Authorised by Jocinda Ardern, Parliament Buildings, Wellington.

From: Mike Munro

Sent: Monday, 12 March 2018 6:57 PM

To:s 9(2)(a)

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Cc: s 9(2)(a)

@parliament.govt.nz>; s 9(2)(a)

@parliament.govt.nz>

Subject: 0&G

Hi s 9(2)(a)

The PM will need some background info on the current state of the O&G industry ahead of her chat with Winston Peters on Thursday.

A download on the situation in Taranaki, as the only producing region, would be useful – producing fields, number of jobs, direct and indirect, gdp impacts etc

Obviously production would continue for some years even if exploration was to end tomorrow, so a sense of the length of consents, size of reserves etc, would help provide a better understanding of what will be a measured transition to clean energy.

Would be good if you could pull something together by COB Wednesday.

Cheers Mike

Mike Munro | Chief of Staff Office of the Prime Minister s 9(2)(a)

@parliament.govt.nz

Authorised by Jacinda Ardern MP, Parliament Buildings, Wellington