



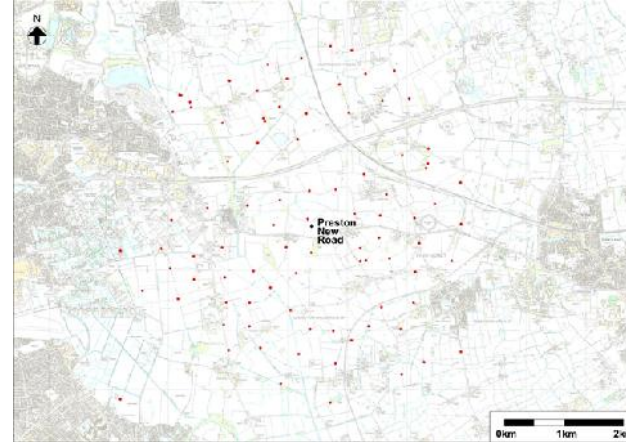
Cuadrilla Update and Next Steps

Eric Vaughan – Well Services Director

31st July 2015

Planning Applications

- Two Monitoring Array Applications



- Two Exploration Site Applications



Photomontage of drilling operations at Preston New Road at 247m

Planning Committee Decisions, 25 June 2015

Roseacre Wood

- Exploration Site Application
 - Officers recommended for rejection
 - Refused on traffic only
- Monitoring Array Application
 - Officers recommended for approval
 - Approved subject to conditions including summer installation only

Planning Committee Decisions, 29 June 2015

Preston New Road

- Exploration Site Application
 - Officers recommended for approval
 - Refused on two grounds;
 - Landscape impact
 - Noise impact
- Monitoring Array Application
 - Officers recommended for approval
 - Refused based on; “industrialisation of the countryside”

Next Steps

Cuadrilla will appeal...

This is a natural step in the democratic planning process

- Monitoring works appeals have been submitted
 - Appeal refusal, at Preston New Road
 - Appeal conditions, at Roseacre Wood
- Exploration site appeals will follow in due course
 - Review proposed traffic routing for Roseacre Wood
 - Preference remains two way route running to and from the A583 at the Clifton junction to the south of the site

Appeals Timeline

- Time scales are defined by the Planning Inspectorate (PINS) and will depend on which procedure they determine as appropriate.
Three types of appeal process:
 - Written representations
 - Hearing
 - Inquiry

Impact of delay

Postponed contract opportunities

- £3.5m of immediate contract opportunities for local suppliers have been postponed:
 - Site construction, access road and security - £2m
 - Monitoring array installation – over £1.5m

Impact of delay

Human cost

- Principal drilling contractor PR Marriot has made 38 people redundant, including 3 Lancashire residents

We remain committed....

- To open dialogue with the local community
- To reassuring the community that exploratory operations can and will be carried out safely and in an environmentally responsible way
- To demonstrating that shale gas exploration and fracking is safe
- To exploring in order to understand if we can utilise our own indigenous supply of natural gas rather than import it
- To realising a very real opportunity to create jobs, fuel businesses, heat UK homes and stimulate significant local economic growth