



BG GROUP

BG GROUP PLC

(incorporated under the Companies Act 1985 in England and Wales with registered number 03690065)

Directors

Sir Robert Wilson KCMG
Frank Chapman
Ashley Almanza
Peter Backhouse
Sir John Coles GCMG
Paul Collins
Jürgen Dormann
Baroness Hogg
Dr John Hood
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9 September 2008

Dear Shareholder

BG Group Shareholder General Meeting, 16 September 2008

This is to inform you that BG Group plc has announced that it does not intend to extend the period of its offer to acquire all of the issued shares in Origin Energy Limited. BG Group will not increase the offer price or waive any of the offer conditions prior to the expiry of the offer period, and BG Group therefore expects that its offer will lapse with conditions unsatisfied on 26 September 2008.

This follows the announcement by Origin of a joint venture with ConocoPhillips on 8 September 2008. We have taken the decision to allow our offer to lapse because we believe that the price implied by this newly-announced joint venture is higher than BG Group is able to justify.

The BG Group Shareholder General Meeting, scheduled for 16 September 2008, has been adjourned indefinitely.

BG Group's next quarterly results will be announced on 4 November 2008. Our full year results for 2008 will be announced on 5 February 2009, together with a presentation of the Group's strategy.

Yours faithfully

**Sir Robert Wilson KCMG
Chairman**