



ENSHAM
RESOURCES
PTY LIMITED

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As Operator of the
Ensham Coal Project

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The Ensham Coal Project
is a joint venture of the
following companies which
are liable severally in the
following proportions:

Bligh Coal Limited
ABN 20 010 186 393
47.5%

Idemitsu Australia
Resources Pty Ltd
ABN 45 010 236 272
37.5%

J-Power Australia Pty Ltd
ABN 59 002 307 682
10.0%

LG International
(Australia) Pty Limited
ABN 12 002 806 831
5.0%



23 March 2007

John Hall
Chief Executive
Queensland Competition Authority
Level 19, 12 Creek Street
Brisbane QLD 4000

By Facsimile: (07) 3222 0599

Dear John,

Queensland Rail (QR) Access Undertaking (2006) – Proposed Schedule F Amendment

I refer to the QCA's invitation to provide submissions regarding QR's proposed Schedule F amendments to the 2006 Access Undertaking.

Ensham Resources has been an active participant in the Queensland Resources Council's (QRC) efforts to develop an agreed industry position regarding this matter. We note that elements of the QRC's position are reflected in QR's proposed amendments to Schedule F and support those amendments. In regard to the remaining issues on which the QRC and QR have not reached agreement, we support the views of the QRC as set out in the QRC submission to the QCA.

We consider that the QRC has undertaken a thorough process of consultation with the coal industry, and that the resulting industry position is a well thought through and practical approach which;

- meets the legitimate business needs of QR as owner of the below-rail business ("QR Network Access"), significantly reducing the risks accepted by this business;
- has no negative impact on QR as the operator of above-rail services ("QR National");
- achieves equitable outcomes in regard to the sometimes conflicting business interests of individual coal producers.

We support the QRC's submission and in particular note the suggestion that further discussions continue with QR Network Access to consider whether the Access Undertaking can be enhanced to facilitate short term and long term transfers of capacity between mines. This initiative is critical in terms of providing companies with the means to manage volume risk, and to enhance the utilisation of the coal chain system. We also strongly support the QRC's rejection of the proposed re-profiling of the volume forecasts.

We appreciate the opportunity to provide these comments.

Yours faithfully,
For Ensham Resources Pty Ltd

Peter Smith
General Manager Development