

05 April 2018

Mr Charles Millstead
Chief Executive Officer
Queensland Competition Authority

Dear Mr Millstead

DBCT Review Event – Change in Reference Tonnage

DBCT Management notes a new access agreement for capacity at DBCT, comprising 0.4Mt from 1 April 2018 to 30 June 2018, and 1.6Mt annually from 1 July 2018 to 30 June 2021. This transaction has triggered a review event, with an impact on Reference Tariff as summarised below.

Reference Tariff Component	Approved by QCA for 2017-18	1 July 2017 to 31 March 2018	1 April 2018 to 30 June 2018
ARR/Revenue Cap (\$)	\$198,129,043	\$148,596,782	\$49,532,261
Aggregate Reference Tonnage (tonnes)	78,700,000	59,025,000	19,675,000
Change in Reference Tonnage	No change	No change	400,000
Amended Aggregate Reference Tonnage	No change	No change	20,075,000
Reference Tariff (\$/tonne)	\$2.5175	\$2.5175	\$2.4674

In accordance with Schedule C Part A Section 4(f)(1) of the DBCT 2017 AU, DBCTM requests the QCA's approval to amend the Reference Tariff to \$2.4674/tonne, applying from 1 April 2018 to 30 June 2018. The revised ARR model is attached for reference.

DBCTM further notes that existing Users have indicated a reduction of 4Mtpa in reference tonnage applying from 1 July 2018. DBCTM will address this review event concurrent with the upcoming annual roll-forward for 2018-19.

Yours sincerely



Jonathan Blakey
General Manager — Commercial and Regulation
DBCT Management

Attachment 1: DBCT ARR Model including amended Aggregate Reference Tonnage