



Wiggins Island Coal Export Terminal Pty Ltd
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Confidential – Contains Market Sensitive & Commercial Information

Dr Malcolm Roberts
Chairman
Queensland Competition Authority
Level 27, 145 Ann Street
Brisbane QLD 4000

Dear Dr Roberts

Aurizon Network's 2014 DAU – Draft Decision on Maximum Allowable Revenue

Wiggins Island Coal Export Terminal Pty Ltd (“**WICET**”) provides this submission in relation to the Queensland Competition Authority’s (“**QCA**”) draft decision on the Maximum Allowable Revenue (“**MAR**”) aspects of Aurizon Network’s 2014 Draft Access Undertaking (“**2014 DAU**”).

WICET is currently owned by a consortium of eight resource companies comprising:

- Aquila Resources
- Bandanna Energy
- Caledon Coal
- Cockatoo Coal
- Glencore
- New Hope Group
- Wesfarmers Curragh; and
- Yancoal

Together these parties are known as the “WICET Stage 1 Shippers”.

WICET is currently constructing a new coal export terminal at Gladstone which will provide, in stage 1 of its development, 27 million tonnes per annum of new export capacity. The terminal is expected to expand to approximately 120 million tonnes per annum in line with market demand. The current WICET construction programme anticipates commencement of operations in Q2 2015.

Aurizon Network’s Wiggins Island Rail Project (WIRP) provides a critical link between the WICET Stage 1 Shipper’s mines and the terminal.

This submission is provided by WICET at the request of the WICET Stage 1 Shippers to assist the QCA and Aurizon Network in the determination of the MAR and hence reference tariffs as related to the system(s) comprising the WIRP assets. Specifically, and subject to the limitations noted in the report, this submission aims to provide an independent assessment of potential volumes available for export through WICET and consequently a potential volume forecast for WIRP Stage 1 usage.



This submission comprises this covering letter and the attached Report prepared for WICET by John T. Boyd Company (“**JTB**”). The attached JTB Report describes the methodology employed to assess information regarding each Stage 1 mine’s ability to satisfy their allocated WICET Stage1 capacity.

The JTB Report contains market sensitive commercial information which must be kept confidential by the QCA. The QCA must not publish or otherwise make public the complete JTB Report and must take all reasonable steps to limit the internal distribution of the confidential information. To assist the QCA, WICET has provided a complete CONFIDENTIAL version of the JTB Report as well as a Redacted version (where all volume data whether in tabular or graphical form and whether in aggregate or by individual mine has been removed). The QCA may only publish this covering letter and the Redacted version of the JTB Report.

WICET has today provided Aurizon Network with a copy of this submission including the Confidential version of the JTB Report. This has been done on the basis that Aurizon Network must:

- keep the Confidential version of the JTB Report confidential;
- not disclose the Confidential version of the JTB Report to any other division of Aurizon or related body corporate of Aurizon Network; and
- ensure that any submission that it makes to the QCA claims confidentiality to the extent it includes the mine production data (individually or in aggregate) included in the JTB Report.

Please contact Dierdre Mikkelson on 07 3210 5348 should you require any further information or discussion on the contents of this submission.

Yours sincerely

A handwritten signature in black ink, appearing to read "Marcus McAuliffe", written over a white background.

Marcus McAuliffe
Chief Operating Officer

Enc. WICET Stage 1 Mine Production Summary Report – Confidential Version
WICET Stage 1 Mine Production Summary Report – Redacted Version