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Brisbane 4000 Australia
GPO Box 1410
Brisbane 4001 Australia

Charles Millstead
Chief Executive Officer
Queensland Competition Authority
Level 27, 145 Ann Street
Brisbane QLD 4001

2 May 2019

Dear Charles

UT5 DAAU

Reference is made to the draft amending access undertaking submitted by Aurizon Network to the QCA for approval in or about May 2019.

Anglo American Metallurgical Coal Pty Ltd ACN 076 059 679 (**Anglo American**) is writing this letter in its own capacity.

Anglo American has been directly involved in the consultative process by which the draft amending access undertaking was developed and is satisfied that the process was appropriate and gave Anglo American a fair and reasonable opportunity to influence the content of the proposed amendments to Aurizon Network's undertaking.

Anglo American is also satisfied that matters of importance to it have been reflected in the terms of the draft amending access undertaking.

Anglo American is satisfied that the draft amending access undertaking in the form submitted by Aurizon Network to the QCA in or about May 2019 contains a significant number of increased and material benefits for access seekers, access holders and their customers, and that those benefits justify the financial outcomes the proposed amendments to Aurizon Network's undertaking secures for Aurizon Network.

Anglo American's support of the draft amending access undertaking submitted by Aurizon Network to the QCA in or about May 2019 is conditional on that draft amending access undertaking being approved by the QCA in the same form as it was submitted to the QCA. Anglo American does not by this letter support a draft amending access undertaking that is different to the draft amending access undertaking submitted by Aurizon Network to the QCA on or about late April 2019.

There are some matters contained in the draft amending access undertaking on which Anglo American does not express a view and in respect of which Anglo American is happy for the QCA to determine in accordance with its discretion. Those matters are listed in the attachment to this letter.

Subject to those matters and the terms of the attached 'UT5 DAAU Implementation Deed' between Aurizon Network and the Company (including the condition that the QCA approves of the UT in the exact form (subject to immaterial changes) submitted by Aurizon Network to the QCA), Anglo American supports the QCA's approval of the draft amending access undertaking.

Member of the Anglo American plc group

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If the QCA makes a final decision to refuse to approve the draft amending access undertaking, does not make a final decision to approve the draft amending access undertaking by the 'Specified Date' in the 'UT5 DAAU Implementation Deed' or Aurizon Network breaches clauses 3.1, 4.4, 5, 6 or 10 of the 'UT5 DAAU Implementation Deed', then the Company may make further submissions to the QCA including in connection with the draft amending access undertaking.

Please feel free to contact Ken Moore at ken.moore@angloamerican.com should you have any matters you would like to discuss.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Adriaan Esterhuizen', with a large, sweeping flourish at the end.

Adriaan Esterhuizen
Head of Finance & Business Performance
Anglo American Metallurgical Coal

Attachment 1

Anglo American does not express a view in respect of the following matters contained in the draft amending access undertaking and Anglo American is happy for the QCA to determine the following in accordance with its discretion.

- 1 the Reference Tariff values in Schedule F (7.2, 8.2, 9.2, 10.2, 11.2);
 - 2 the System Allowable Revenue values in Schedule F (7.3, 8.3, 9.3, 10.3, 11.3);
 - 3 any changes to payloads in Schedule F compared to those shown in the approved UT5;
 - 4 loading times for additional mines not included in the approved UT5;
 - 5 Gtk forecasts within Schedule F, to the extent that they differ to those contained in the approved UT5; and
 - 6 the values shown in Schedule K.
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