

File Ref: 744484

12 June 2014

Mr Alex Kummant
Chief Executive Officer
Aurizon Network Pty Ltd
GPO Box 456
Brisbane QLD 4001

Dear Mr Kummant

Approval of May 2014 Extension DAAU

I am writing to advise you that, in accordance with section 142(2) of the *Queensland Competition Authority Act 1997* (the QCA Act), we approved Aurizon Network's further draft amending access undertaking to extend the term of the 2010 access undertaking (the May 2014 Extension DAAU).

On 22 May 2014, I wrote to you to advise that we had decided not to approve Aurizon Network's previous (April 2014) Extension DAAU. In accordance with section 142(3) of the QCA Act, the letter stated:

- the reasons for the refusal (which were as outlined in the attachment to that letter)
- that we considered it appropriate to amend the April 2014 Extension DAAU to remove \$21.3 million, related to the 2013 flood review event claim in the Blackwater and Moura systems, from the maximum allowable revenue (MAR) proposed to be used to determine transitional reference tariffs for 2014-15.


On 23 May 2014, Aurizon Network submitted the May 2014 Extension DAAU to us for approval. This DAAU removed the \$21.3 million, related to the 2013 flood review event claim, from the MAR for transitional tariffs.

We published the May 2014 Extension DAAU on our website and sought submissions from stakeholders by 2 June 2014. No submissions were received.

Given the above, we have approved the May 2014 Extension DAAU. We will publish this letter on our website, for the information of stakeholders.

Should Aurizon Network staff wish to discuss this matter, they should contact Tania Homan on 07 3222 0504.

Yours sincerely



Malcolm Roberts
Chairman