

Ref: DAK.LS.LL-0014

10 March 2006

Mr L Rowe
 Chairman
 Economic Regulation Authority
 Level 6, Governor Stirling Tower
 197 St Georges Terrace
 PERTH WA 6000

Dear Mr Rowe

Goldfields Gas Pipeline - Notification of Tariff Variation
Period: 1 April 2006 to 30 June 2006

In accordance with Clause 5.3 of the Goldfields Gas Pipeline (GGP) Access Arrangement, the GGP Reference Tariff is varied in accordance with the tariff escalation calculation as defined in the GGP Access Arrangement General Terms and Conditions Clause 9.8 as follows:

$$C_t = C_{t-1} \times \left[\frac{CPI_{t-2}}{CPI_{t-3}} - X \right]$$

Where:

- C_t is the relevant charge in the Quarter t in which the Billing Period occurs;
- C_{t-1} is the relevant charge in the immediately preceding Quarter;
- CPI_{t-2} is the CPI for the Quarter ended three months prior to the commencement of Quarter t ;
- CPI_{t-3} is the CPI for the Quarter ended six months prior to the commencement of Quarter t ; and
- X is 0.0275 when t is the Quarter beginning 1 January 2001 and is zero otherwise.

The Reference Tariff applicable for the period $t-1$ is:

Tariff	Toll \$/GJ	Capacity Reservation \$/GJ km	Throughput \$/GJ km
1 January 2006 to 31 March 2006	0.250365	0.001431	0.000371

The Reference Tariff applicable to the GGP from 1 April 2006 to 30 June 2006

$$\begin{aligned}
 \text{Toll Tariff} &= 0.250365 && \times && \frac{150.6}{149.8} \\
 &= 0.250365 && \times && 1.005340 \\
 &= \mathbf{0.251702} && \text{\$/GJ}
 \end{aligned}$$

$$\begin{aligned}
 \text{Capacity Reservation Tariff} &= 0.001431 && \times && \frac{150.6}{149.8} \\
 &= 0.001431 && \times && 1.005340 \\
 &= \mathbf{0.001439} && \text{\$/GJ/km}
 \end{aligned}$$

$$\begin{aligned}
 \text{Throughput Tariff} &= 0.000371 && \times && \frac{150.6}{149.8} \\
 &= 0.000371 && \times && 1.005340 \\
 &= \mathbf{0.000373} && \text{\$/GJ/km}
 \end{aligned}$$

Tariff	Toll \$/GJ	Capacity Reservation \$/GJ km	Throughput \$/GJ km
1 April 2006 to 30 June 2006	0.251702	0.001439	0.000373

Yours faithfully

David King
General Manager