

Ref: DAK.LS.LL-0013

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 January 2006 to 31 March 2006

I refer to our letter dated 16 February 2006 (Ref DAK.ST.NL.007) in which GGT notified the Authority of the GGP Reference Tariff variation. I wish to advise that there was a slight difference in the tariff escalation calculation and that the revised tariffs have been re-calculated and provided below:

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

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 October 2005 to 31 December 2005	0.248025	0.001418	0.000368

The Reference Tariff applicable to the GGP from 1 January 2006 to 31 March 2006

$$\begin{aligned}
 \text{Toll Tariff} &= 0.248025 && \times && \underline{149.8} \\
 &= 0.248025 && \times && 148.4 \\
 &= \mathbf{0.250365} && \text{\$/GJ} && 1.009434
 \end{aligned}$$

$$\begin{aligned}
 \text{Capacity Reservation Tariff} &&& && \underline{149.8} \\
 &= 0.001418 && \times && 148.4 \\
 &= 0.001418 && \times && 1.009434 \\
 &= \mathbf{0.001431} && \text{\$/GJ/km}
 \end{aligned}$$

$$\begin{aligned}
 \text{Throughput Tariff} &= 0.000368 && \times && \underline{149.8} \\
 &= 0.000368 && \times && 148.4 \\
 &= \mathbf{0.000371} && \text{\$/GJ/km} && 1.009434
 \end{aligned}$$

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

Yours faithfully

David King
General Manager