



GOLDFIELDS GAS TRANSMISSION PTY LTD

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Ref: DAK:SH:SL-0019

1 August 2008

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

Dear Mr Rowe

**RE: Goldfields Gas Pipeline – Reference Tariff CPI Escalation
Period 1 October 2008 to 31 December 2008**

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 July 2008 to 30 September 2008	0.271090	0.001549	0.000402

The Reference Tariff applicable to the GGP from 1 October 2008 to 31 December 2008

$$\begin{aligned}
 \text{Toll Tariff} &= 0.271090 && \times && \frac{164.6}{162.2} \\
 &= 0.271090 && \times && 1.014797 \\
 &= \mathbf{0.275101} && \text{\$/GJ}
 \end{aligned}$$

$$\begin{aligned}
 \text{Capacity Reservation Tariff} &= 0.001549 && \times && \frac{164.6}{162.2} \\
 &= 0.001549 && \times && 1.014797 \\
 &= \mathbf{0.001572} && \text{\$/GJ/km}
 \end{aligned}$$

$$\begin{aligned}
 \text{Throughput Tariff} &= 0.000402 && \times && \frac{164.6}{162.2} \\
 &= 0.000402 && \times && 1.014797 \\
 &= \mathbf{0.000408} && \text{\$/GJ/km}
 \end{aligned}$$

Tariff	Toll \$/GJ	Capacity Reservation \$/GJ km	Throughput \$/GJ km
1 October 2008 to 31 December 2008	0.275101	0.001572	0.000408

Yours faithfully

David A King
General Manager