

Ref: ST:DAK:SL-0033

3 November 2008

Mr Lyndon 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 January 2009 to 31 March 2009**

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 October 2008 to 31 December 2008	0.275101	0.001572	0.000408

The Reference Tariff applicable to the GGP from 1 January 2009 to 31 March 2009

$$\begin{aligned}
 \text{Toll Tariff} &= 0.275101 && \times && \frac{166.5}{164.6} \\
 &= 0.275101 && \times && 1.011543 \\
 &= \mathbf{0.278277} && \text{\$/GJ}
 \end{aligned}$$

$$\begin{aligned}
 \text{Capacity Reservation Tariff} &= 0.001572 && \times && \frac{166.5}{164.6} \\
 &= 0.001572 && \times && 1.011543 \\
 &= \mathbf{0.001590} && \text{\$/GJ/km}
 \end{aligned}$$

$$\begin{aligned}
 \text{Throughput Tariff} &= 0.000408 && \times && \frac{166.5}{164.6} \\
 &= 0.000408 && \times && 1.011543 \\
 &= \mathbf{0.000413} && \text{\$/GJ/km}
 \end{aligned}$$

Tariff	Toll \$/GJ	Capacity Reservation \$/GJ km	Throughput \$/GJ km
1 January 2009 to 31 March 2009	0.278277	0.001590	0.000413

Yours faithfully

David A King  
General Manager