



Charles Millstead
Chief Executive Officer
Level 27, 145 Ann Street
Brisbane, Q 4001

Bauhinia Infrastructure Rebates Draft Amending Access Undertaking

25 February 2025

Dear Charles,

Aurizon Network is pleased to submit to the Queensland Competition Authority (**QCA**) a Draft Amending Access Undertaking (**DAAU**) which amends the 2017 Access Undertaking (**UT5**) to:

- reduce the Blackwater System Allowable Revenue and apply discounts to the Reference Tariffs for the Rolleston Nominated Loading Facility associated with the mine specific component of the Access Facilitation Deeds (**AFD**) from 1 July 2024; and
- add back the FY24 rebate adjustments in the FY24 Revenue Adjustment Amounts to the FY26 Blackwater System Allowable Revenue and amend the relevant clause in Schedule F to exclude the common use component of the Access Facilitation Deeds from the rebate adjustment in calculating Revenue Adjustment Amounts.

An explanatory submission outlining the relevant background and analysis to this DAAU is attached to this letter. Unless otherwise defined, capitalised terms in this letter and the explanatory submission have the meaning given to those terms in UT5.

The proposed changes in this DAAU have either been considered by the QCA in the approval of the GAPE RCS and Infrastructure Rebates DAAU or signalled in submissions to the FY24 Revenue Adjustment Amounts.

Aurizon Network has negotiated variations to the rebate arrangements with the relevant AFD holder. The commencement of these variations is conditional on the QCA's approval of this DAAU. Where the QCA is minded not to approve the DAAU and requires amendments, this will require further review and renegotiation of the rebate arrangements with the AFD holder.

The DAAU, particularly the variations to FY26 Blackwater System Allowable Revenues and Reference Tariffs, have been made to the current approved values as at the date of this submission. It is anticipated that on approval of the DAAU, amendments will be incorporated into the QCA's approval of the FY26 Annual Review of Reference Tariffs.

Aurizon Network is also seeking the QCA's approval, as part of its consideration of the DAAU, to exclude the rebates on the Bauhinia common corridor from Clause 4.3(c)(viii) of Schedule F as amended by this DAAU. If you have any questions in relation to this DAAU, please contact Jon Windle.

Kind regards,

A handwritten signature in black ink, appearing to read 'Kearney', with a stylized flourish at the end.

Dan Kearney
Head of Finance and Regulation
Aurizon Network