Queensland Competition Authority

File Ref: 1001655 20 November 2015

Mr Alex Kummant Executive Vice President Aurizon Network Pty Ltd GPO Box 456 Brisbane QLD 4001

Dear Mr. Kummant

2014-15 Revenue Adjustment Amount and Increment

In your 30 September submission for the 2014–15 Revenue Adjustment Amounts and Increments, you requested an extension of time for the Increments claim.

I am writing to advise you that the QCA has refused to approve Aurizon Network's request for an extension in respect of the Increments claim. We consider that, consistent with clause 3.4.2, Part B of Schedule F of the 2010 access undertaking, we must determine the Revenue Adjustment Amounts and Increments together. Further, clause 3.2.8, Part B of Schedule F of the 2010 access undertaking allows for an extension of time for a submission on both the Revenue Adjustment Amounts and Increments.

Stakeholders have submitted that it is inappropriate to claim an increment under the 2010 access undertaking (UT3) for 2014–15, as 2014–15 is part of the UT4 period. We are giving these submissions due consideration.

In this context, I would like to give Aurizon Network a final opportunity to submit the Revenue Adjustment Amounts and Increments for 2014–15 by 21 December 2015 in accordance with clause 3.2.6 of Part B Schedule F of the 2010 access undertaking. This letter forms a written notice given pursuant to clause 3.2.7 of Part B Schedule F of the 2010 access undertaking.

Yours sincerely

John Hindmarsh

Chief Executive Officer