

QR Ref: MCR-23-638

Professor Flavio Menezes
Chair
Queensland Competition Authority
GPO Box 2257
Brisbane Qld 4001

Dear Professor Menezes

Queensland Rail's Draft Access Undertaking 3

I am pleased to provide Queensland Rail's Draft Access Undertaking 3 (**DAU3**) and accompanying explanatory material including the DAU3 Model. A redacted version of DAU3 will also be provided for publication.

Queensland Rail forecasts that the West Moreton System coal volumes will reach a record 9.6Mtpa during the Term of DAU3.

This record tonnage forecast, compares to the 2.1Mtpa coal forecast for the West Moreton System in Queensland Rail's Access Undertaking 2 (**DAU2**) and 2.17Mt of coal railed in FY2022-23. The higher forecast coal railings will benefit the West Moreton System and broader industry. However, this will require increased capital investment and maintenance and operating expenditure in the West Moreton System to ensure that the higher tonnages can be reliably railed.

The capital underpinning the proposed DAU3 West Moreton System Reference Tariff is subject to Queensland Rail Board and Government approvals as part of Queensland Rail's FY25 Integrated Planning cycle as required by Queensland Rail's governance processes.

Should your officers have any questions in relation to this matter they can contact Queensland Rail's Manager Policy and Regulation Mr Douglas Jasch on 0488 314 741 or by email at douglas.jasch@qr.com.au.

Yours sincerely



Kat Stapleton
Chief Executive Officer

10 November 2023