



Our Ref: 22663
Contact Officer: Paul Dunn
Contact Phone: 03 9290 1426

8 May 2014

Ms Erin Bledsoe
Regulatory Manager
QGC Pty Limited
Brisbane QLD 4000

Dear Ms Bledsoe

Use of Dynamic Loss Factors within QGC's registered private exempt network

I refer to your letter dated 1 April 2014. We have reviewed your application to use dynamic loss factors within the distribution network operated by QGC and its joint venture partners within Queensland. Your application is made under clause 4.5 of the AER Network Exemption Guideline dated 27 August 2013. I note that you have obtained the written consent of the four joint venture partners to adopt this methodology for settlements between the affected parties.

The AER approves the use of dynamic loss factors calculated in accordance with the methodology set out in your letter for each of the Southern, Central and Northern networks. The agreed methodology applies to each joint venture partner who is signatory to a consent to use the proposed methodology. Additional parties may be added by providing evidence to the AER of a signed consent to apply a relevant methodology to areas of the network serving the additional consenting party.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Chris Pattas', is written over a light blue horizontal line.

Chris Pattas
General Manager
Networks