

3rd April 2018

Dear Sir/Madam,

Australian Amalgamated Terminals (AAT) Tariff Review for 1st July 2018

AAT is pleased to announce that due to the strong increase in volumes across most cargo sectors through Port Kembla and Fisherman Islands, along with a renegotiated agreement over Appleton Dock, AAT will not seek to increase prices in Financial Year 2018 for cargo covered by the Australian Competition and Consumer Commission (ACCC) Undertaking.

A copy of our current tariff at each terminal as well as the Undertakings are available on our website at www.aaterminals.com.au.

Due to the regulated environment in which AAT operates, our tariff levels are consistent with the conditions set by the ACCC Undertaking. The pricing model developed as a consequence of the Undertaking and the previous Authorisation calculates the tariffs that allow AAT to earn a fair rate of return on the considerable capital investment made at our respective terminals and takes into account cargo throughput and activity, operating costs and overheads.

Despite a substantial change in cargo mix at Appleton Dock and AATs previous lease expiring in December 2017, AAT was able to work cooperatively with the Port of Melbourne to ensure that Appleton remains open as a general cargo facility at competitive rates providing an alternative to Geelong port. AAT, with the support of Port of Melbourne is currently constructing a new 6000m² storage shed due for completion June 2018 to increase under cover storage and enhance the facility capability.

In accordance with the conditions of the Undertaking no price disputes can be entered under Clause 2.5 of Schedule 5 as current prices have been approved. If you have any questions, please contact me on antony.perkins@aaterminals.com.au.

Yours sincerely



Managing Director
Australian Amalgamated Terminals