

Standard service offering*

Type	Service name	Description	Price structure	Pricing methodology	Priority
Transportation	Firm Forward Haulage	The EGP firm forward service is the highest priority transportation service which provides a highly reliable forward haulage product to all delivery points along the EGP route day in day out.	<p>Firm forward haulage service charge is the applicable firm forward haulage rate (by area) x MDQ on each day that this service is provided. It is charged on a take or pay basis and has tariffs for three areas. There are also charges which may apply for:</p> <ul style="list-style-type: none"> – Authorised overruns – Unauthorised overruns – Imbalance – Odourisation – Minimum monthly service charge which is rebated against usage charges – Bairnsdale lateral charge for shippers seeking services to Bairnsdale City Gate or Bairnsdale Power Station – Wilton lateral charge for shippers seeking service to MSP. 	<p>The price setting method adopts the reference tariff in place at the time of pipeline commissioning (which was \$0.30 for area 1, \$0.65 for area 2 and \$0.86 for area 3 in relevant base year of 1998) adjusted by 75% of annual CPI using the year to the December quarter index from the ABS series 6401.0 - Consumer Price Index, Weighted average of eight capital cities data.</p> <p>This reference tariff was originally set at levels designed to encourage pipeline utilisation, as the EGP was initially not fully contracted in foundation contracts.</p>	1
	As Available Forward Haulage	The EGP as available forward haulage service is a flexible 'pay as you go' service which can be used to complement firm transportation services all year round.	<p>As available forward haulage service charge is the applicable as available forward haulage rate (by area) x gas delivered on each day that this service is provided. It is charged on a pay as you go basis and has tariffs for three areas. There are also charges which may apply for:</p> <ul style="list-style-type: none"> – Authorised overruns – Unauthorised overruns – Imbalance – Odourisation – Minimum monthly service charge which is rebated against usage charges – Bairnsdale lateral charge for shippers seeking services to Bairnsdale City Gate or Bairnsdale Power Station – Wilton lateral charge for shippers seeking service to MSP. 	<p>The reference tariff is calculated as 130% of the firm forward price. The premium reflects the flexibility benefits available to shippers under this service (relative to a firm take-or-pay service) and risk for Jemena associated with not having certainty of cash flows.</p>	10
	Firm Back Haulage	The EGP firm backhaul haulage service is a transportation service for delivery of gas in the opposite direction of the gas flow in the pipeline. This service suits shippers who are seeking a high utilisation service. Because it is subject to sufficient forward flow, it does not constitute firm capacity rights in itself.	<p>The firm backhaul haulage service is charged at 38.46 % of the applicable firm forward zonal segments x MDQ on each day that this service is provided. It is charged on a take or pay basis and has tariffs for three areas. There are also charges which may apply for:</p> <ul style="list-style-type: none"> – Imbalance – Minimum monthly service charge which is rebated against usage charges 	<p>The reference tariff is calculated as 38.46% of the firm forward haulage price. The percentage reflects the 130% difference between firm and as available service prices.</p>	3

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			<ul style="list-style-type: none"> – Bairnsdale lateral charge for shippers seeking services to Bairnsdale City Gate or Bairnsdale Power Station – Wilton lateral charge for shippers seeking service to MSP. 		
	As Available Back Haulage	The EGP as available backhaul haulage service is a flexible 'pay as you go' transportation service for delivery of gas in the opposite direction of the gas flow in the pipeline. It is subject to sufficient forward flow.	<p>The as available backhaul haulage service charge is the applicable as available backhaul haulage rate by area x delivered quantity on each day that this service is provided. It is charged on a pay as you go basis and has tariffs for three areas. There are also charges for:</p> <ul style="list-style-type: none"> – Imbalance – Minimum monthly service charge which is rebated against usage charges – Bairnsdale lateral charge for shippers seeking services to Bairnsdale City Gate or Bairnsdale Power Station – Wilton lateral charge for shippers seeking service to MSP. 	Reference tariff is calculated as 50% of the firm forward haulage price. The percentage reflects the 130% difference between firm and as available service prices.	15
	TGP – Class A	This TGP transfer service is a high priority transportation service to the Tasmanian Gas Pipeline.	This is a take or pay service charged as MDQ x tariff, and can include charges for overruns and imbalance.	A reference tariff was agreed (in 2008) on the separation of ownership of the TGP from the EGP, which was agreed at that point to be in the best interests of TGP users and has been subject to CPI escalation since.	1
	TGP – Class B2	This TGP transfer service is a flexible 'pay as you go' transportation service to the Tasmanian Gas Pipeline.	Pay as you go, charged as gas delivered x tariff, and can include charges for overruns and imbalance.	A reference tariff was agreed (in 2008) on the separation of ownership of the TGP from the EGP, which was agreed at that point to be in the best interests of TGP users and has been subject to CPI escalation since.	1
Storage	Premium Park	The EGP premium park service is a highly reliable storage product located at Longford (Victoria) which provides intraday rights to allow shippers to manage risk within the market and respond to intraday supply and demand changes as well as attractive spot market conditions. This service can be used only in association with a transportation service. It is ideally suited to shippers with high expected utilisation or Short Term trading market (STTM) Market Operator Service (MOS) providers.	<p>Pay as you go, charged as MDQ x tariff on each day that this service is provided with a minimum monthly service charge. There are also charges for:</p> <ul style="list-style-type: none"> – Minimum monthly charge which is rebated against usage charges – Excess Imbalance Charge (when you exceed the MDQ or have negative balance) 	Reference tariff is calculated as 40% of the firm forward haulage price. The 40% pricing method reflects the opportunity cost of selling park services relative to firm forward haulage services at the time of introducing this service, which was estimated to be 2.5 times less than a unit of firm forward haulage.	4
	Firm Park	The EGP firm park service is a storage product located at Longford (Victoria) which provides intraday rights to shippers allowing them to optimise their portfolio and responding to intraday supply and demand changes as well as attractive spot market conditions. This service can be used only in association with a transportation	<p>Take or pay, charged as firm park rate x MDQ on each day that this service is provided. There are also charges for:</p> <ul style="list-style-type: none"> – Minimum monthly charge which is rebated against usage charges 	Reference tariff is calculated as 40% of the premium park services.	19

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		service. It is ideally suited to shippers with high expected utilisation. Due to its relative prioritisation to other services it does not constitute a firm capacity right.	<ul style="list-style-type: none"> Excess Imbalance Charge (when you exceed the MDQ or have negative balance) 		
	As Available Park	Storage product located at Longford (Victoria) which provides intraday rights to allow shippers to take advantage of As Available Forward transportation services post any producer scheduling cut off times	Pay as you go, charged as gas delivered x tariff. There are also charges for: <ul style="list-style-type: none"> Minimum monthly charge which is rebated against usage charges Excess Imbalance Charge (when you exceed the MDQ or have negative balance) 	Reference tariff calculated as 130% of the firm park. The percentage reflects the 130% difference between firm and as available service prices.	20

*Only available for current Receipt and Delivery Points

Annual inflation adjustment

Tariff adjustment for CPI (All Groups Weighted Average of Eight Capital Cities) occurs annually on 1 January each year.

The annual tariff adjustment formula for **firm forward haulage** is:

$$T_r = T_b \times \left(1 + 0.75 \times \frac{(CPI_r - CPI_b)}{CPI_b} \right)$$

Where:

T_r = relevant Service Charge, applicable from Review Date

T_b = relevant base Service Charge in the specified

CPI_r = CPI for quarter ended 31 December immediately before relevant Review Date

CPI_b = CPI published for the quarter ending 31 December 1998, which was 67.8.

The annual tariff adjustment formula for **TGP transfer services** is:

$$T_r = T_b \times \left(1 + \frac{(CPI_r - CPI_b)}{CPI_b}\right)$$

Where:

T_r = relevant Service Charge, applicable from Review Date

T_b = relevant base Service Charge in 2007

CPI_r = CPI for quarter ended 31 December immediately before relevant Review Date

CPI_b = CPI published for the quarter ending September 2007, which was 88.3.