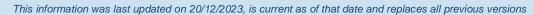
Colongra Gas Transmission and Storage Pipeline





Standard Service Offering*

Туре	Service Name	Description	Price Structure	Pricing Methodology	Priority
Transportation	Firm Storage and Haulage Service	The Firm Storage and Haulage Service provides a highly reliable storage and forward haulage product between the existing receipt and delivery points on the pipeline	Firm storage and haulage service charge is the applicable rate x MDQ on each day that this service is contracted. It is charged on a take or pay basis. There are also charges which may apply for: Imbalances Overruns Other items as provided for under the Standard Terms and Conditions	The standing price has been based on the foundation agreement. The foundation agreement charges include the following relevant components, with prices expressed in real September 2007 dollar terms: (1) Monthly Access Charge (MAC) of \$0.7138 per GJ of MDQ. (2) Monthly Operation and Maintenance Charge (MOMC) – \$0.0583 per hour of compressor operation. These foundation charges have been converted to a \$/GJ/day basis by assuming maximum usage of the service (i.e. compressors running 24 hours a day). The portion of the \$/GJ/day tariff reflective of the MOMC has then been escalated by CPI using the methodology set out below.	See table below

^{*} only available for current Receipt and Delivery Points

Priority of Service

Service	Priority
Firm Service – Foundation Shipper	1
The firm gas transportation service on the Pipeline provided to the Foundation Shipper pursuant to a Gas Transportation Agreement with the Foundation Shipper.	
Firm Service (other than a Foundation Firm Service)	2
A gas transportation service on the Pipeline that gives the highest level assurance (subject to the service described at priority 1), that the Shipper will be able to transport Gas, subject to Curtailment, including any such service acquired by a Secondary Shipper through an Exchange Trade or Bilateral Trade.	
In the event of insufficient available Capacity in the Pipeline to meet all Firm Services (other than Foundation Firm Services) contracted by the Service Provider:	
 (a) the Service Provider will Curtail the quantities of Gas to be transported on account of the Shipper and all other shippers for all Firm Services (other than Foundation Firm Services) under all Gas Transportation Agreements; and (b) such Curtailment will be made on a pro-rata basis according to the proportion that the Shipper's Operational MDQ for Firm Services (other than Foundation Firm Services) is as a percentage of the total Operational MDQ's for Firm Services (other than Foundation Firm Services) under all Gas Transportation Agreements at the Receipt and/or Delivery Point, as applicable. 	
Other services	3
Other services. The Service Provider may add other services and allocate corresponding priority numbers from time to time by notice to the Shipper, provided that it does not change the above order of priority.	

Quarterly inflation adjustment

The portion of the effective \$/GJ/day tariff reflective of the MOMC ('initial MOMC tariff') has been escalated by CPI on a quarterly basis in accordance with the following formula:

[1/3 of initial tariff] x (CPI_n/CPI_{base}) + [2/3 of initial tariff] x (WPI_n/WPI_{base})

Where:

Initial total tariff: \$0.7721

Initial MOMC tariff: \$0.0583

CPI_n the CPI published for the Quarter for the Quarter ending immediately before the reference date

*CPI*_{base} the CPI published for the Quarter for the Quarter ending 30 September 2007

 WPI_n the WPI published for the Quarter for the Quarter ending immediately before the reference date

 $WPII_{base}$ the WPI published for the Quarter for the Quarter ending 30 September 2007

means the consumer price index published by the Australian Bureau of Statistics in Catalogue 6401.0-Table 1, Consumer Price Index – All

Groups – Sydney.

WPI means the quarterly index known as the total hourly rates of pay (excluding bonuses), electricity, gas and water, private and public, all

occupations with index number A2159285A and forming part of the Australian Bureau of Statistics Index "6345.0 Labour Price Index, Australia".