

MemberUpdate

No. 32 of 22 • 30 November 2022

TOPIC: Changes to GTA Trade Contracts Terms & Conditions – GTA Contracts No. 3 and No. 6 - Variation to the weight QUANTITY TOLERANCE.

1. Purpose

The purpose of this Member Update is to advise members of changes occurring on 1 December 2022 to the Terms & Conditions of GTA Contracts No. 3 (Contract Confirmation) and No. 6 (Grower Contact) with:

- a) a variation of the road truck **QUANTITY TOLERANCE** tonnage value from twelve (12) tonnes to twenty (20) tonnes.

A full version of the GTA Contracts No. 3 (Contract Confirmation) and No. 6 (Grower Contact) can be found [here](#).

2. Background

GTA's Commerce Committee received a submission to review the road truck weight **QUANTITY TOLERANCE** that is referred to in the GTA Trade Rules and is included in the Terms & Conditions of the No. 3 and the No.6 GTA Grain Contracts.

The submission proposed an increase to the minimum tonnage QUANTITY TOLERANCE from the existing 12.0 metric tonnes to 20.0 metric tonnes. Industry was consulted via [Member Update 19 of 22](#) regarding this proposed variation in the weight Quantity Tolerance.

After Industry Consultation this variation was endorsed by the Commerce Committee and approved by the GTA Board.

a) *GTA Trade Rules*

The variation to the QUANTITY TOLERANCE in the GTA Trade Rules was provided to industry in [Member Update 29 of 22](#) and will apply to contracts (unless otherwise specified) that reference the GTA Trade Rules.

This amendment to the Trade Rules comes into effect on 1 December 2022.

b) *GTA Contracts No. 3 (Contract Confirmation) and No. 6 (Grower Contract)*

The weight QUANTITY TOLERANCE variation required amendments to the Terms & Conditions of **GTA Contracts No. 3 and No. 6.**

These changes will take effect on 1 December 2022.

3. Amended GTA Contract No. 3 and No 6 – Terms & Conditions

The approved amended Clauses are noted below:

**Variation to the weight QUANTITY TOLERANCE Standard Terms & Conditions of
GTA Contract No. 3 and No. 6**

QUANTITY TOLERANCE: The Seller shall have the option of delivering five percent [5%] or twenty [20.00] tonnes, whichever is the lesser quantity, more or less than the contractual quantity at the Contract price. This variation of five percent [5%] or twenty [20.00] tonnes is hereinafter referred to as the "Tolerance".

These amendments come into effect on 1 December 2022.

*For the sake of clarity, the 12.00 tonne weight tolerance applies on all No. 3 & No. 6 Contracts agreed **prior to this date** irrespective if delivery is after 1 December 2022.*

A full version of the GTA Contracts No. 3 & No. 6, **effective 1 December 2022**, can be found [here](#).

Further queries please contact GTA at: admin@graintrade.org.au

END.