

UPDATE 12 of 19 • 9 May 2019

TOPIC: GTA Location Differentials 2019/20 – Round 2 Nominations and Submissions
DISTRIBUTION: GTA Members – primary contact list. Please circulate to all appropriate internal parties.

1. Background

The GTA Commerce Committee called for nominations and submissions for the GTA Location Differentials for the 2019/20 season on 14 March 2019 via Member Update 7 of 19. A total of four (4) submissions were reviewed.

The Commerce Committee has since met and outcomes from discussion of those submissions can be found below. The Committee is now calling for further nominations or submissions on the listed issues. The current GTA Location Differentials can be found via http://www.graintrade.org.au/location_differential_tables.

2. Feedback or Action requested on Round 1 Submissions

A summary of Submissions received and the outcome of review and discussion by the Commerce Committee is provided in Table 1

Table 1. 2019/20 Submissions Received/Discussed

No.#	Submitted By	Issue	Detail	Commerce Committee Resolution
1	GrainCorp	Inconsistencies of closely located sites	GNC submit that the sites Naracoorte, Natimuk & Calleen have LD rates that are not consistent with \$ntk rates of sites that are nearby. GNC are calling for a review and change of the LDs at these sites.	Committee reviewed the Submission and agreed to accept the proposed changes.
2	GrainCorp	Road Only to Road & Rail	Murchison East and Westmere sites are currently listed as 'Road Only' sites despite both sites matching the criteria to be a 'Road & Rail' site: 1. The sites have physically loaded trains for transportation by rail within the past three years 2. The sites are capable of receiving a train service via an operational line and/or siding	The Commerce Committee agreed that GrainCorp should be asked to provide further data prior to the next Commerce Committee meeting to assist the Committee in reaching a decision.

			3. The sites have operational infrastructure of commercial ability capable of loading a train.	
3	ADM	Review of the LD Methodology for the EC and Sth Australia	ADM preference is for a change to a radial stepped pricing arrangement that will better manage the Risk for traders of the Track Contract. ADM also propose bringing SA into alignment with the EC methodology for LDs rather than using the annual Viterra Freight Table.	The Commerce Committee resolved to not make any changes now. Further review and discussion will occur after review of the impact of structural changes on the Eyre Peninsula.
4	T-Ports	Addition of T-Ports receival site - Lock, SA	T-Ports request the inclusion of its new site Lock as a site listed in the LDs. The request is to nominate the site for an LD to Lucky Bay and Port Lincoln.	T-Ports Lock site LD will be established as per the precedence set for the Bunge sites in WA.

The GTA Commerce Committee is now calling for further submissions and feedback on any of the items outlined above in Table 1.

The draft 2019/2020 LDs for NSW, QLD, VIC and the relevant SA site can be accessed here:

NSW QLD VIC SA

3. Nominations - New Site Location Differential Allocations or Removal

The GTA Commerce Committee make a final call for nominations for any new grain storage facilities wishing to receive a GTA Location Differential value for the 2019/20 season LD's. <u>Click here for GTA Location Differential Site Nomination Form.</u> Likewise, nominations for the removal or amendments to LD's from the schedule for the coming season are invited.

** NB: LD Nominations/Amendments for the 2019/20 season should be submitted no later than 24 May 2019

4. Submissions - Issues with current Location Differentials

The GTA Commerce Committee is also calling for GTA Members to submit any other issues in relation to the current GTA Track Trade Location Differentials.

5. Special Notes

- Change in a Site Operating Company should be advised to GTA and new LDs requested.
- Otherwise, Sites currently listed with a GTA LD do not need to be re-nominated to be listed in the coming 2019/20 season. GTA will assume these sites remain as listed.
- Only GTA Members are entitled to nominate their sites for LDs
- All sites large or small, rail or road, are eligible for a GTA LD.
- Sites must also formally nominate to be withdrawn from the GTA LD schedule

6 Submissions and Site Nominations

All industry feedback on the above issues must be received by **Friday 24 May 2019** and be forwarded to submissions@graintrade.org.au Site nominations must be received using the GTA Location Differential Site Nomination Form.

All other submissions are to be presented on the **GTA Technical Committee Submission Form**