



5 October 2018

Mr Vikas Rambal  
Chairman  
Perdaman Chemicals and Fertilisers  
Level 17, 58 Mounts Bay Road  
PERTH WA 6000

Dear Vikas,

**RE: Perdaman Urea Project**

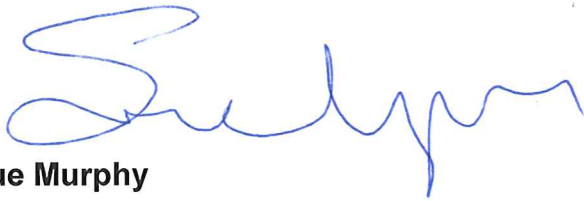
I refer to recent discussions around the Perdaman Chemicals and Fertilisers Pty Ltd (Perdaman) proposal to establish a Urea Export Project (Project) in the Burrup Strategic Industrial Area (BSIA) and your request for confirmation around the availability of water to support your Project.

We understand your Project has a requirement for a supply of 20GL per annum of sea water and requires a disposal option for up to 15GL per annum Brine. This letter formally acknowledges your request to enter into a Sea Water Supply and Brine Disposal Agreement (Agreement) with the Water Corporation (Corporation) in the BSIA to meet these requirements. While the Corporation is keen to supply these services and support your project further investigative work needs to be undertaken before we are well placed to formalise an agreement.

We have undertaken a preliminary assessment of the capacity of the Burrup Sea Water Supply and Brine Disposal Scheme and have identified that additional works are required to increase the capacity to meet demand from your project and others proposed for the BSIA. The Corporation has commenced a review to scope these works. This work will also inform the lead times for upgrades, the commercial terms and final Agreement.

We look forward to working with you and your team over the coming months to finalise an agreement. David Juers will be the principal contact for you and your team during this phase of the project and will also work with officers from the Department of Jobs, Tourism, Science and Innovation to participate in the Government's co-ordinated response to your Project.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Sue Murphy', with a stylized, cursive script.

**Sue Murphy**

**Chief Executive Officer**