

Sunwater Limited

Customer

Channel and Pipeline Supply Contract

The logo for Sunwater, featuring the word "sunwater" in a bold, sans-serif font. The "sun" is in dark blue and the "water" is in a lighter blue.

Contents

Part A – Customer Details	5
Part B – Standard Terms	12
1 Introduction	12
1.1 Sunwater and this Agreement	12
1.2 Defined terms and interpretation	12
1.3 Consultation with you	12
2 What is a Channel and Pipeline Supply Contract	12
2.1 What this Agreement is	12
2.2 What is not covered by this Agreement	12
2.3 How does this relate to other Agreements you have with Sunwater?	13
2.4 How this Agreement impacts on other customers	13
3 How the terms of this Agreement might change	13
3.1 Review Date	13
3.2 Sunwater may suggest changes	13
3.3 Changes arising from changes in law	14
3.4 Other amendments have to be agreed with you	14
4 Term	14
4.1 When this Agreement commences	14
4.2 When this Agreement ends	14
5 Water Distribution Services	15
5.1 Sunwater to divert water	15
5.2 Conditions of diversion	15
5.3 No promise as to water quality	15
5.4 Additional water taken by you	16
5.5 Risks you assume in relation to water diversions	16
6 Restrictions on diversion	16
6.1 When Sunwater can suspend or restrict water diversion	16
6.2 When Sunwater can direct you not to take water	17
6.3 Consequences of you ordering but not taking water	17
6.4 Consequences if you do not comply with a direction not to take water	18
7 Related Services	18
8 What you pay	18
8.1 Charges	18
8.2 How your charges are calculated	18
8.3 When you will be invoiced	19
8.4 Invoicing errors	19
8.5 Due date for payment	19
8.6 Sunwater is entitled to use estimates for Consumption Charges in certain circumstances	20
8.7 How your charges are made or amended by Sunwater	20
8.8 Charges for water you order but do not take	21
8.9 Consequences where water ordered beyond Customer's Maximum Distribution Volume	21
8.10 Consequences where another person has diverted water for you	21
8.11 Costs to you of Sunwater providing information or approvals	21
8.12 GST	22

9	Regulatory compliance	22
9.1	Statutory framework	22
9.2	Sunwater Rules	22
9.3	Native Title	23
10	Your obligations in relation to provision of security	23
10.1	When and how much security you can be required to provide?	23
10.2	What type of security can you provide?	23
10.3	What happens if you don't provide security?	23
10.4	Holding and recourse to security	23
10.5	Getting your security released	24
10.6	Periodic increases in Security Amount and Requested Security Amount	24
10.7	Security Amount	24
10.8	Requested Security Amount	25
11	Your obligations in relation to taking water	25
11.1	General obligations in relation to taking water	25
11.2	Ordering water in accordance with the Sunwater Rules	26
11.3	Diversion from the Regulated Area	26
12	Your obligations in relation to metering	26
12.1	Meter installation	26
12.2	Meter upgrade or replacement	26
12.3	Your obligations in respect of Meter	27
12.4	Sunwater obligations to repair Meter	27
12.5	Other assistance you are to provide	27
12.6	If you think the Meter is inaccurate	28
12.7	Removal of Meter on termination	28
12.8	Sunwater may disclose / receive information	28
13	Your obligations in relation to Sunwater Distribution Works and Customer's Offtake Works	28
13.1	Sunwater Distribution Works	28
13.2	Customer's Offtake Works	29
14	Powers granted to Sunwater to secure payment	29
14.1	You grant a charge over the Customer's Allocation	29
14.2	Sunwater's power of sale of Customer's Allocation	29
14.3	Further powers of Sunwater	29
14.4	You appoint Sunwater as your Attorney	30
14.5	How Sunwater will apply proceeds from any Dealing	31
15	Changes to your allocation or the Customer's ROL Contract	31
15.1	Further Supply Contract	31
15.2	Consequences	31
15.3	When you should give notice to Sunwater	32
15.4	What happens following approval	32
15.5	Agreement does not change Sunwater's obligations under the Act	32
15.6	Applying for a temporary transfer of water	32
16	Alternate Location for Taking Water	33
16.1	Notice to Sunwater	33
16.2	On-supply to be lawful or approved	33
16.3	Further supply contract	33

Channel and Pipeline Supply Contract

17	What to do if you are unhappy with the service provided by Sunwater or have a dispute	33
17.1	Customer Complaints	33
17.2	Commencing a formal dispute	33
17.3	Appointment of representative	33
17.4	Discussions	33
17.5	Negotiation of procedures	34
17.6	Methods of resolution	34
17.7	Exchange of information	34
17.8	Termination	34
18	Termination Events	34
18.1	Circumstances in which this Agreement may terminate	34
18.2	Termination Amount	35
19	Liability	35
19.1	Limits on Sunwater's Liability to you	35
19.2	Matters which you release Sunwater for	35
20	Assignment and subcontracting	36
20.1	Assignment by Sunwater	36
20.2	Sunwater may subcontract	36
21	How to give and receive notices	36
22	General provisions	37
23	Definitions and Interpretation	37
23.1	Definitions	37
23.2	Interpretation	43
Part C – Special Conditions		44

Date: The date you are deemed to have accepted Sunwater's offer as provided for under this **Agreement**

Parties

1 **Sunwater Limited** (ACN 131 034 985) of Green Square North, Level 9, 515 St Pauls Terrace, Fortitude Valley. Queensland 4006 (**Sunwater**).

2 **Customer** (the **Customer**).

AGREEMENT

1 This **Agreement** consists of:

- (a) the Special Conditions set out in Part C;
- (b) the Standard Terms set out in Part B;
- (c) the **Customer Details** set out in Part A;
- (d) the Application Form attached to this physical document or to the electronic mail message under which Sunwater forwarded this document to you (**Application Form**) (only to the extent it is specifically referred to elsewhere in this **Agreement**); and
- (e) the Title Search or Interim Water Allocation attached to this physical document or to the electronic mail message under which Sunwater forwarded this document to you, if any (**Title Document**) (only to the extent it is specifically referred to elsewhere in this **Agreement**).

To the extent of any inconsistencies between them, the above documents will be given precedence in the order listed.

2 This **Agreement**:

- (a) represents the entire agreement between you and Sunwater; and
- (b) supersedes any prior agreement or discussions between you and Sunwater.

3 By providing a copy of this **Agreement** to you electronically or in hard copy form, Sunwater offers to enter into this **Agreement** with you. That offer remains open until it is revoked by Sunwater in writing.

4 You will be deemed to have accepted Sunwater's offer (and this **Agreement** will be deemed to be in force) if:

- (a) you provide to the Registrar of Titles any consent or notification which Sunwater has provided to you in relation of the transfer or lease of the **Customer's Allocation** to you;
- (b) you commence accepting water diverted into the **Distribution Network**; or
- (c) you confirm your acceptance to Sunwater by email or otherwise in writing.

Channel and Pipeline Supply Contract

Part A – Customer Details

Customer Details

This version of the Customer Details applies if:

- (a) the 'Purchase / Transfer' box is ticked at the top of the Application Form; or
- (b) the Application Form is entitled 'Subdivision or Change of Water Allocation'.

1 Customer's Personal Details

Customer	The Transferee / Purchaser set out in Part B of the Application Form.
ABN / ACN	The ABN or ACN set out in Part B of the Application Form.
Address for Invoices (mailing address)	The address set out in Part B of the Application Form.
Address for Notices (street or property address)	The address set out in Part B of the Application Form.
Telephone Numbers	The mobile and landline numbers set out in Part B of the Application Form.
Email Address	The email address set out in Part B of the Application Form.

2 Details of Customer's Acquisition

Current Holder	The customer (if any) described in Part A of the Application Form.
Type of Customer's Allocation	The type of Water Entitlement described on the Title Document .
Extent of interest to be acquired	Transfer
Portion of interest to be acquired	Full volume of the Customer's Allocation .
Completion Date	The date that settlement of the transfer of the Customer's Allocation to the Customer occurs.
Nature of Acquisition Dealing	Acquisition

3 Customer Allocation Particulars

Customer's Allocation	The Water Entitlement described on the Title Document .
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4 Customer's Offtake Works

Customer's Offtake Works	As described in Part C of the Application Form.
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5 Service Details

<p>Fixed Charges (current to next 30 June)</p>	<p>Where there is a Regulated Charge, the Regulated Charge.</p> <p>Otherwise, the applicable access and fixed or allocation charges described in the fees and charges schedule published on Sunwater's website for the Distribution Network immediately prior to entry into this Agreement.</p>
<p>Consumption Charges (current to next 30 June)</p>	<p>Where there is a Regulated Charge, the Regulated Charge.</p> <p>Otherwise, the consumption or 'allocation water' charges described on the fees and charge schedule published on Sunwater's website for the Distribution Network immediately prior to entry into this Agreement.</p>
<p>Billing Interval</p>	<p>3 monthly</p>
<p>Security</p>	<p>The Initial Security Amount is for an amount of \$[INSERT] being the Fixed Charges[OR][Sunwater's reasonable estimate of the Distribution Charges][NOTE: INCLUDE ONLY FOR NEW MAREEBA CUSTOMERS: and Access Charge where a Regulated Charge] at the rates as at the Commencement Date for the first [INSERT] complete months (such period being the Security Coverage) after the Commencement Date.</p> <p>In accordance with clauses 10.1(a) and 10.1(b), initially security [is / is not] required to be provided up front.</p>

Other charges may be levied from time to time at rates set in accordance with clause 8.7.

Customer Details

This version of the Customer Details applies if the 'Lease or Sublease' box is ticked at the top of the Application Form.

1 Customer's Personal Details

Customer	The Lessee set out in Part B of the Application Form.
Address for Invoices (mailing address)	The address set out in Part B of the Application Form.
Address for Notices (street or property address)	The address set out in Part B of the Application Form.
Telephone Numbers	The telephone number set out in Part B of the Application Form.
Email Address	The email address set out in Part B of the Application Form.

2 Details of Customer's Acquisition

Current Holder	The customer described in Part A of the Application Form.
Type of Customer's Allocation	The type of Water Entitlement described on the Title Document .
Extent of interest to be acquired	Lease
Portion of interest to be acquired	Full volume of the Customer's Allocation .
Completion Date	The date that the lease or sublease between the Customer described in section 1 and the Current Holder commences.
Nature of Acquisition Dealing	Lease or Sublease

3 Customer Allocation Particulars

Customer's Allocation Identifier	The Water Entitlement described on the Title Document .
Customer's Interest	The whole of the Customer's Allocation (or, in the case of a sublease, lease of the Customer's Allocation) owned by the Current Holder as described on the Title Document .
Amount of Allocation	The volume described in Part D of the Application Form.

4 Customer's Nominated Works

Customer's Nominated Works	As described in Part C of the Application Form.
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5 Service Details

<p>Fixed Charges (current to next 30 June)</p>	<p>Where there is a Regulated Charge, the Regulated Charge.</p> <p>Otherwise, the applicable access and fixed or allocation charges described in the fees and charges schedule published on Sunwater's website for the Distribution Network immediately prior to entry into this Agreement.</p>
<p>Consumption Charges (current to next 30 June)</p>	<p>Where there is a Regulated Charge, the Regulated Charge.</p> <p>Otherwise, the consumption or 'allocation water' charges described on the fees and charge schedule published on Sunwater's website for the Distribution Network immediately prior to entry into this Agreement.</p>
<p>Billing Interval</p>	<p>3 monthly</p>
<p>Security</p>	<p>The Initial Security Amount is for an amount of \$[INSERT] being the [[Fixed Charges][OR][Sunwater's reasonable estimate of the Distribution Charges][NOTE: INCLUDE ONLY FOR NEW MAREEBA CUSTOMERS: and Access Charge where a Regulated Charge] at the rates as at the Commencement Date for the first [INSERT] complete months (such period being the Security Coverage) after the Commencement Date.</p> <p>In accordance with clauses 10.1(a) and 10.1(b), initially security [is / is not] required to be provided up front.</p>

Other charges may be levied from time to time at rates set in accordance with clause 8.7.

Customer Details

This version of the Customer Details applies if the 'Zero Allocation Contract' box is ticked at the top of the Application Form.

1 Customer's Personal Details

Customer	The Transferee / Purchaser set out in Part B of the Application Form.
ABN / ACN	The ABN or ACN set out in Part B of the Application Form.
Address for Invoices (mailing address)	The address set out in Part B of the Application Form.
Address for Notices (street or property address)	The address set out in Part B of the Application Form.
Telephone Numbers	The mobile and landline numbers set out in Part B of the Application Form.
Email Address	The email address set out in Part B of the Application Form.

2 Not applicable

3 Not applicable

4 Customer's Offtake Works

<i>Customer's Offtake Works</i>	As described in Part C of the Application Form.
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5 Service Details

Fixed Charges (current to next 30 June)	Where there is a Regulated Charge , the Regulated Charge . Otherwise, the applicable access and fixed or allocation charges described in the fees and charges schedule published on Sunwater's website for the Distribution Network immediately prior to entry into this Agreement .
Consumption Charges (current to next 30 June)	Where there is a Regulated Charge , the Regulated Charge . Otherwise, the consumption or 'allocation water' charges described on the fees and charge schedule published on Sunwater's website for the Distribution Network immediately prior to entry into this Agreement .

Channel and Pipeline Supply Contract

Billing Interval	3 monthly
Security	<p>The Initial Security Amount is for an amount of \$[INSERT] being the Fixed Charges[OR][Sunwater's reasonable estimate of the Distribution Charges][NOTE: INCLUDE ONLY FOR NEW MAREEBA CUSTOMERS: and Access Charge where a Regulated Charge]] at the rates as at the Commencement Date for the first [INSERT] complete months (such period being the Security Coverage) after the Commencement Date.</p> <p>In accordance with clauses 10.1(a) and 10.1(c), initially security [is / is not] required to be provided up front.</p>

Other charges may be levied from time to time at rates set in accordance with clause 8.7.

Part B – Standard Terms

1 Introduction

1.1 Sunwater and this Agreement

Sunwater manages bulk water infrastructure in Queensland.

In connection with those activities Sunwater holds a **Resource Operations Licence** for the **Distribution Network**, which authorises it to provide the **Water Distribution Services**.

You are responsible for obtaining the water to be transported and have entered into the **Customer's ROL Contract**.

This **Agreement** sets out:

- (a) the terms on which Sunwater will provide the **Water Distribution Services** and **Related Services**; and
- (b) your rights and obligations in connection with those services.

For more information about Sunwater and the services we provide, visit www.sunwater.com.au

1.2 Defined terms and interpretation

Words that are bold and italicised in this **Agreement** have a defined meaning as set out in clause 23.1.

To assist with understanding and interpreting this **Agreement**, a number of principles of interpretation are set out in clause 23.2.

1.3 Consultation with you

This **Agreement** requires Sunwater to consult with you (or entities representing customers within the **Regulated Area**) prior to taking some actions (as set out in this **Agreement**). In undertaking any such consultation, Sunwater will be fair and reasonable and allow you a reasonable opportunity to participate.

2 What is a Channel and Pipeline Supply Contract

2.1 What this Agreement is

This **Agreement** is between us, Sunwater and you, the **Customer**.

The **Agreement** provides the terms on which Sunwater diverts water and provides **Water Distribution Services** and **Related Services** to you.

It is a legally enforceable document and sets out terms on which it has been agreed Sunwater will provide those services and you have accepted the provision of those services.

2.2 What is not covered by this Agreement

This **Agreement** does not entitle you to take water. You must acquire that entitlement separately through the **Customer's ROL Contract**.

This **Agreement** does not authorise the development or installation of the **Customer's Offtake Works**. You must acquire all relevant permits and approvals for such works.

Accordingly, during the term of this **Agreement** you must procure and maintain in full force and effect and comply with the terms of:

- (a) the **Customer's Allocation**;

- (b) the **Customer's ROL Contract** (including making all payments when due under the **Customer's ROL Contract**); and
- (c) the **Customer's Approvals**.

2.3 How does this relate to other Agreements you have with Sunwater?

Where you have another agreement with Sunwater (whether entered before or after this **Agreement**) which relates to water in the **Regulated Area** (including the **Customer's ROL Contract**) then:

- (a) default by you under any such agreement constitutes default by you under each such agreement;
- (b) amounts owing by you to Sunwater under one agreement may be set off against amounts owing by Sunwater under every other agreement;
- (c) any security provided by you in connection with an agreement may be used by Sunwater as if given as security for obligations under all agreements and for all debts due by you to Sunwater;
- (d) a failure to pay any debt due by you to Sunwater when due, is a default under each such agreement; and
- (e) if Sunwater issues a single invoice to you for amounts payable under more than one agreement, non-payment or underpayment by you of that invoice will be considered to be a non-payment or underpayment equally under each agreement. For example, if Sunwater issues a single invoice for \$300 in relation to three agreements, and you pay \$150 of that invoice, you will be deemed to have failed to pay \$50 under each of the three agreements.

2.4 How this Agreement impacts on other customers

The water infrastructure utilised to provide you with services is also used to provide services to other customers. Many of the terms in this **Agreement** have been included to protect other customers within the **Regulated Area** and a breach of your obligations under this **Agreement** may adversely affect the interests of such customers.

You agree, for the benefit of such customers (in addition to being for the benefit of Sunwater), to comply with your obligations under this **Agreement**.

3 How the terms of this Agreement might change

3.1 Review Date

- (a) Subject to paragraph (b), a **Review Date** will occur on:
 - (i) 30 June 2027; and
 - (ii) each 5 year anniversary of that date until this **Agreement** expires or is terminated.
- (b) Sunwater may, by written notice to you, extend a **Review Date** to a later date nominated by Sunwater. If Sunwater does so, subsequent **Review Dates** will occur on each 5 year anniversary of the extended **Review Date**, subject to Sunwater's right to grant further extensions under this clause.

3.2 Sunwater may suggest changes

Some provisions of this **Agreement** may be rendered inappropriate over time due to changes in **Law** or material changes to Sunwater's operations.

Channel and Pipeline Supply Contract

Where Sunwater considers that has occurred it will initiate consultation with you or any group representing customers within the **Regulated Area** (if such group exists) with a view to establishing new terms and conditions.

Where, after such consultation, Sunwater has determined new terms and conditions which should apply to the **Water Distribution Services** or **Related Services**, Sunwater may by written notice given to you 3 months prior to a **Review Date**, notify you of the new terms and conditions.

If, on or prior to the relevant **Review Date** you:

- (a) accept in writing the new terms and conditions, then as and from the relevant **Review Date** this **Agreement** shall terminate (without releasing either party from obligations accrued to that **Review Date**) and a new agreement on those new terms and conditions shall apply; or
- (b) do not accept the new terms and conditions by the relevant **Review Date**, Sunwater may by written notice to you not later than 3 months after the relevant **Review Date**, elect to continue to supply the **Water Distribution Services** and **Related Services** on the terms of this **Agreement** or to terminate this **Agreement** as and from the date of such notice.

3.3 Changes arising from changes in law

Where there has been a change in any **Law**, the **Resource Operations Licence**, or any other instrument made under the **Act**, Sunwater may require reasonable changes to this **Agreement**, after consultation with you.

3.4 Other amendments have to be agreed with you

Except as set out in clauses 3.2 or 3.3, this **Agreement** may only be amended by another agreement executed by you and Sunwater.

4 Term

4.1 When this Agreement commences

The **Agreement** commences on the **Commencement Date**.

Where this **Agreement** commences part way through a **Water Year** or item 2 in the **Customer Details** is completed:

- (a) you must make yourself aware of the volume of water diverted from the **Customer's Allocation** by the **Current Holder** during the **Water Year** in which the **Commencement Date** occurs.
- (b) you promise that you will make arrangements satisfactory to Sunwater for the **Meter** of the **Current Holder** to be read at the time immediately prior to you taking water under this **Agreement** and provide details of that **Meter** reading to Sunwater promptly. If you fail to do so, Sunwater may adopt the last water reading held in Sunwater's records (even if this reading falls prior to the date of commencement or transfer); and
- (c) you accept that no representation of warranty is given by Sunwater about the volume of water which may be taken by you during the balance of that **Water Year**.

The **Current Holder** shall remain principally liable for all charges until you are entitled to take the **Current Holder's** water under this **Agreement**, however you indemnify Sunwater in respect of any such **Charges** not paid by the **Current Holder**.

4.2 When this Agreement ends

The **Agreement** continues until it is terminated in accordance with its provisions.

5 Water Distribution Services

5.1 Sunwater to divert water

- (a) Sunwater must divert water on your behalf into the **Distribution Network** which Sunwater reasonably estimates will satisfy your likely demand from time to time.
- (b) You:
 - (i) exclusively authorise Sunwater to divert, on your behalf, water available to you under the **Customer's ROL Contract**; and
 - (ii) irrevocably authorise Sunwater to order on your behalf a release of water under the **Customer's ROL Contract**.

5.2 Conditions of diversion

The diversion of water cannot be guaranteed.

You acknowledge that the diversion of water by Sunwater is subject to:

- (a) the **Resource Operations Licence**;
- (b) the water available under the **Customer's ROL Contract**;
- (c) the capacity of the **Distribution Network** from time to time;
- (d) Sunwater's estimate of the likely demand of other customers within the **Distribution Network**;
- (e) the provisions of the **Act** and instruments made under it; and
- (f) this **Agreement**.

5.3 No promise as to water quality

You acknowledge and agree that the water is not:

- (a) drinking water as defined in the *Water Supply (Safety and Reliability) Act 2008* (Qld);
- (b) water that is food as defined under the *Food Act 2006* (Qld); or
- (c) water taken or supplied for domestic purposes under the **Act**.

You must satisfy yourself about the quality of water by testing or other means prior to taking water from the **Distribution Network** or diverting water from the **Regulated Area** by Sunwater.

Without limiting the above, Sunwater makes no representation and gives no warranty:

- (d) about the quality of water within the **Sunwater Distribution Works**, the **Distribution Network** or the **Regulated Area**;
- (e) that any actions, measures or steps will be taken by Sunwater to prevent any adverse effects on the quality of water prior to its diversion or taking by you or on your behalf (whether in the **Distribution Network** or **Regulated Area**, within the **Sunwater Distribution Works** or after its diversion from **Sunwater Distribution Works** and prior to its taking by or on behalf of you); or
- (f) that water within **Sunwater Distribution Works**, the **Distribution Network**, the **Regulated Area** or available for diversion or taking by you at the **Customer's Offtake Works** is potable or suitable for any purpose (whether or not Sunwater knows about that intended purpose).

Channel and Pipeline Supply Contract

You acknowledge that Sunwater may, from time to time, add chemicals to water in the **Distribution Network** for overall maintenance purposes including weed control and that such chemicals will affect water quality.

You must indemnify Sunwater against any **Liability** incurred or suffered by or brought or made or recovered against Sunwater in connection with the quality of water within the **Distribution Network**, the **Sunwater Distribution Works** and the **Regulated Area** where your act or omission (whether or not under this **Agreement**) has affected the quality of such water, and by any person to who you have supplied water or allowed to take water.

You release Sunwater from all **Liability** which you may have or claim to have or but for this release might have had against Sunwater connected with:

- (g) the quality of water within the **Distribution Network**, the **Sunwater Distribution Works**, the **Regulated Area** or taken by you; or
- (h) the addition of chemicals to water in the **Distribution Network** as acknowledged in this clause 5.3.

5.4 Additional water taken by you

You acknowledge that Sunwater may, in the circumstances stated in the **Sunwater Rules**, from time to time, divert to the **Distribution Network** water which you may take in addition to the **Customer's Maximum Distribution Volume** on:

- (a) complying with the **Sunwater Rules**;
- (b) complying with clause 12.3; and
- (c) paying the **Additional Charges** for the water taken by you.

5.5 Risks you assume in relation to water diversions

You bear the risk of and any **Liability** resulting from:

- (a) destruction of or damage to the **Customer's Offtake Works** from an **Event of Force Majeure** or resulting from Sunwater releasing water, under this or any other agreement or the **Resource Operations Licence**;
- (b) **Transportation Losses**;
- (c) the exercise of a **Statutory Right**, for example, a water permit issued by the **Regulator**; and
- (d) any action taken under a **State Direction**.

6 Restrictions on diversion

6.1 When Sunwater can suspend or restrict water diversion

Sunwater may suspend or restrict diversion of water by Sunwater on your behalf and the taking of water by you:

- (a) during maintenance or replacement of the **Sunwater Distribution Works** or of the water infrastructure of the holder of another **Resource Operations Licence** in the **Regulated Area**;
- (b) where Sunwater or the holder of another **Resource Operations Licence** or **Resource Operations Licence** in the **Regulated Area** is carrying out works for new water infrastructure;
- (c) where, in the reasonable opinion of Sunwater, such diversion or taking:

Channel and Pipeline Supply Contract

- (i) may cause or contribute to damage to the property, livestock, crops or assets of any person (including Sunwater or you);
 - (ii) may cause or contribute to loss of life or injury to persons;
 - (iii) may cause or contribute to an adverse effect on public health;
 - (iv) is likely to constitute a breach by Sunwater of its obligations under the **Resource Operations Licence**, any **Law** or an agreement;
 - (v) would be impractical considering the level of demand, performance of the watercourse (including potential water losses) and the requirements of other customers taking from the **Distribution Network** or within the **Regulated Area** at the time; or
 - (vi) would not be allowed under the **Water Plan** or the **Resource Operations Licence**;
- (d) by reason of an **Event of Force Majeure**;
 - (e) due to the non-availability or limited availability of water for diversion into the **Distribution Network**, for any reason;
 - (f) where you are not entitled to take water under the **Customer's ROL Contract** and the holder of the **Resource Operations Licence** has given notice to Sunwater; or
 - (g) where provided for under the **Sunwater Rules**.

6.2 When Sunwater can direct you not to take water

Sunwater may direct you or any person diverting or taking water pursuant to the **Customer's Maximum Distribution Volume**, not to divert or take water under the **Customer's Allocation**, where you:

- (a) have committed a material breach of this **Agreement**;
- (b) are in arrears for payments for **Charges** for more than 2 months;
- (c) have breached this **Agreement** and have not reimbursed Sunwater for costs incurred by Sunwater in rectifying the breach;
- (d) have not provided the security required under clause 10; or
- (e) have breached any of clauses 9.1, 11.1(a), 11.1(b), 12.3(b), 12.3(c) or 12.5.

Any such direction must give you a reasonable time (being 7 days for payment of outstanding debts and 14 days for provision of security) within which you are permitted to object in writing to the direction, and must take the remedial steps required.

6.3 Consequences of you ordering but not taking water

If you breach clause 11.2(c) and, in the reasonable opinion of Sunwater, that represents a risk that:

- (a) Sunwater is in breach of its obligations under any **Law**;
- (b) the holder of the **Resource Operations Licence** is in breach of the obligations under the **Resource Operations Licence**; or
- (c) the rights and interests of other customers taking water from the **Distribution Network** or within the **Regulated Area** will be adversely affected,

then Sunwater must notify you within 3 months of the end of the **Water Year** in which the breach occurred, that:

- (d) your right to take the **Customer's Maximum Distribution Volume** under this **Agreement** is reduced, by the volume of water not taken; and

- (e) the reduction will be made from your **Customer's Maximum Distribution Volume** in the current and subsequent **Water Years** until the volume of water not taken has been entirely deducted.

The parties acknowledge that action or inaction by Sunwater under the provisions of this clause 6, does not prevent Sunwater from taking action under another clause of this **Agreement**.

6.4 Consequences if you do not comply with a direction not to take water

Where Sunwater considers that you, or a person to who the direction is given, has not complied with or will not comply with a direction under clause 6.2, Sunwater may take all reasonable steps to ensure that you or the other person complies with the direction, including not diverting water under this **Agreement** and/or stopping you or other persons taking water by making modifications to the **Distribution Network**, the **Sunwater Distribution Works**, the **Meter** or the **Customer's Offtake Works**.

7 Related Services

If you are not in breach of this **Agreement**, then Sunwater will provide at your request each of the following **Related Services**:

- (a) connection services (including Sunwater procuring and installing a **Meter**);
- (b) disconnection services (including Sunwater arranging for the removal of a **Meter**);
- (c) extra **Meter** reading services (involving Sunwater reading a **Meter** in addition to a reading anticipated under this **Agreement**);
- (d) **Meter** testing services (including Sunwater procuring testing of a **Meter**); or
- (e) further services (involving such other services as Sunwater is offering from time to time).

8 What you pay

8.1 Charges

You must pay Sunwater:

- (a) **Distribution Charges** for the **Water Distribution Services**;
- (b) for the **Related Services** referred to in clause 7(a) to 7(d), the relevant **Other Charges**;
- (c) for the **Related Services** referred to in clause 7(e), where:
 - (i) Sunwater has indicated that it is prepared to offer the further service; and
 - (ii) Sunwater has stated the terms of providing the further service, including the price and payment of a deposit;

the price stated if it is a fixed price, otherwise a reasonable price having regard to the cost (including administration and overhead costs) to Sunwater in undertaking the further service; and
- (d) any money due by Sunwater, to the holder of a **Resource Operations Licence**, where Sunwater has diverted water that has been taken by you.

8.2 How your charges are calculated

- (a) **Fixed Charges** are calculated and payable in advance for the relevant period in which the invoice is rendered.
- (b) **Consumption Charges** are rendered in arrears for the period for which **Meter** readings have been taken on behalf of Sunwater.

Channel and Pipeline Supply Contract

- (c) **Other Charges:** The balance payable for **Other Charges** for **Related Services** shall be rendered, at Sunwater's election, in advance or in arrears of performance of the **Related Services**.
- (d) **Minimum Charges:** Where, in Sunwater's reasonable opinion, the **Minimum Charge** (if any) will apply for the **Distribution Charges** in any **Water Year**, Sunwater may render an invoice for the **Minimum Charge** in advance with any adjustment to be made in the last invoice for the relevant **Water Year**.
- (e) **Indexation of Fixed Charges and Consumption Charges:** Where the relevant **Charges** are not **Regulated Charges**, as and from each 1 July, the **Consumption Charges** and the **Fixed Charges** shall be increased by the proportion by which the **Index Number** last published for the period immediately prior to the relevant 1 April has increased, over the **Index Number** published for the relevant period immediately prior to the preceding 1 April.

8.3 When you will be invoiced

Sunwater may, unless otherwise required by **Law**, render an invoice to you for:

- (a) **Distribution Charges** at approximately the **Billing Interval** or as published in the **Sunwater Rules**;
- (b) **Other Charges** after performance of any **Related Services**; and
- (c) where the **Distribution Charges** are the **Minimum Charge**, annually in arrears subject to clause 8.2(d).

If Sunwater does not render an invoice at the time it was first entitled to do so under this clause 8.3, Sunwater may render an invoice up to two years after that time.

8.4 Invoicing errors

If you receive an invoice that you believe is incorrect, you can contact us on 13 15 89 or email customersupport@sunwater.com.au.

If an error is discovered in any invoice to you, within 2 years from the date of the invoice, Sunwater may issue a subsequent invoice to you, with an amount reflecting the error. If correcting the error requires:

- (a) Sunwater to reimburse you, reimbursement may be effected by setting off the reimbursable amount against amounts payable on the next invoice or by refunding the reimbursable amount on request by you; or
- (b) If the error is such that you are required to pay Sunwater an additional amount, then Sunwater must invoice you for that amount, which will become due as provided for in clause 8.5.

8.5 Due date for payment

- (a) You must pay all invoices from Sunwater within 30 days after the date of the invoice.
- (b) Where you notify Sunwater of a dispute about an invoice under clause 17, you must pay to Sunwater the undisputed amount in accordance with this clause. Once the dispute is resolved, the amount agreed or determined to be outstanding must be paid within 30 days of that resolution.
- (c) Any amounts charged by Sunwater, if not paid by you when due, will accrue interest at either the rate applicable to such amount under any agreement between you and Sunwater or otherwise at the **Overdue Rate**. Such interest will be calculated on a daily

basis and compounded at the end of each calendar month, from the due date for payment up to and including the date the unpaid amount is paid. Sunwater may include interest payable under this clause 8.5(c) in an invoice subsequently forwarded to you.

8.6 Sunwater is entitled to use estimates for Consumption Charges in certain circumstances

If, for any period during the current **Water Year** or the most recently completed **Water Year**:

- (a) Sunwater has reasonable grounds to believe that the **Meter** is or was not measuring accurately;
- (b) no **Meter** is installed;
- (c) access to the **Meter** was not obtained for any reason; or
- (d) Sunwater has reasonable grounds to believe that you have not strictly complied with the requirements of clauses 12.3(a), 12.3(b), 12.3(c) or 12.3(d),

Sunwater may make an estimate of the volume of water taken by you over that period to determine your **Consumption Charges**.

Any estimate made by Sunwater under this clause may be issued to you as a separate invoice by Sunwater.

In making such an estimate, Sunwater must consult with you, act reasonably and may have regard to any relevant matter including water ordered by you, your prior water use history, hours pumped, electricity consumed, industry practice or the area under irrigation.

8.7 How your charges are made or amended by Sunwater

Where **Consumption Charges** or **Fixed Charges** are:

- (a) **Regulated Charges**, Sunwater shall charge you the **Regulated Charges**; or
- (b) not **Regulated Charges**, Sunwater shall charge you the charges as published in the **Customer Details**, as indexed under clause 8.2(e) and, where required by notice by Sunwater to you under this clause, reviewed on each **Review Date**.

Where charges are initially **Regulated Charges** and then cease to be, the first **Review Date** will be the date from which such **Consumption Charges** or **Fixed Charges** are not **Regulated Charges**.

During the period commencing 6 months before any **Review Date** and expiring 6 months after any **Review Date**, despite clause 8.2(e), Sunwater may notify you of the amount of the **Consumption Charges** and/or the **Fixed Charges** as and from the relevant **Review Date**. In determining such **Charges**, Sunwater shall:

- (c) act reasonably; and
- (d) have regard to the criteria which would be taken into account under any statutory regime for prices oversight from time to time applying in Queensland.

Sunwater's determination of such **Charges**, shall be final and binding on you unless in determining the **Charge** Sunwater did not meet the criteria described above.

Where, as a result of Sunwater notifying you of the **Consumption Charges** and/or **Fixed Charges** after a **Review Date**, an adjustment needs to be made, including to such **Charges** as may have been indexed under clause 8.2(e), then you must pay Sunwater (or Sunwater must pay you, as applicable) the amount of the adjustment promptly, and within 30 days of Sunwater's notice.

Sunwater may make or amend the **Other Charges** and the **Minimum Charge** (if any), and shall publish particulars of such **Other Charges** and **Minimum Charge** from time to time. In determining the **Other Charges** and **Minimum Charges**, Sunwater shall act reasonably. The published **Other Charged** and **Minimum Charge** shall be final and binding on you unless in determining them Sunwater did not act reasonably.

8.8 Charges for water you order but do not take

If you do not take water ordered in accordance with clause 11.2(c) and, in Sunwater's reasonable opinion, the failure to do so either represents a risk that:

- (a) Sunwater is in breach of its obligations under any **Law** (including under its **Resource Operations Licence**);
- (b) the holder of the **Resource Operations Licence** is in breach of the obligations under the **Resource Operations Licence**; or
- (c) the rights and interests of other customers within the **Distribution Network** will be adversely affected,

then Sunwater may require you to pay the **Consumption Charges** for all water you ordered but did not take including the relevant charge in an invoice issued by Sunwater within 3 months of the end of the relevant **Water Year**.

This clause does not limit any other rights of Sunwater under this **Agreement** or otherwise against you in relation to any such breach. In particular, Sunwater may require you to pay an amount equal to the costs reasonably incurred by Sunwater in complying with your order, less the relevant charge for **Consumption Charges**.

8.9 Consequences where water ordered beyond Customer's Maximum Distribution Volume

Where Sunwater forms the opinion referred to in clause 8.8, and the sum of the water you ordered but did not take and the water taken, exceeds the total of your **Customer's Maximum Distribution Volume**, you shall be deemed to be in breach of clause 11.1(a)(iv).

8.10 Consequences where another person has diverted water for you

Where:

- (a) another person diverts water on your behalf; and
- (b) in taking the water from that other person, you have taken more water than:
 - (i) you were entitled to take from that person; or
 - (ii) was ordered from that person,

then:

- (c) you will pay the **Consumption Charge**, calculated on the volume of water that would have been diverted to allow the water to be taken or ordered; and
- (d) you will be deemed to be in breach of clause 11.1(a)(iv).

8.11 Costs to you of Sunwater providing information or approvals

Where information or an approval is to be provided by Sunwater under this **Agreement** or by **Law**, you shall pay to Sunwater an administration charge for the information or dealing with the approval:

- (a) as set out in the **Regulated Charge**; or

Channel and Pipeline Supply Contract

- (b) and if there is no such **Regulated Charge**, the charge published from time to time in accordance with clause 8.7, if any.

8.12 GST

The parties agree that:

- (a) if the whole or any part of any **Payment** is the consideration for a **Taxable Supply** for which the payee is liable to **GST**, the payer must pay to the payee an additional amount equal to the **GST Amount**, either concurrently with that **Payment** or as otherwise agreed in writing;
- (b) any reference to a cost or expense in this **Agreement** excludes any amount for **GST** forming part of the relevant cost or expense when incurred by the relevant party for which that party can claim an **Input Tax Credit**; and
- (c) the payee will provide to the payer a **Tax Invoice** if clause 8.12(a) applies.

9 Regulatory compliance

9.1 Statutory framework

You and Sunwater agree that, in the performance of this **Agreement**, each party is required to comply with:

- (a) the **Act** and instruments made under it or developed in connection with the **Act** or such instruments;
- (b) the **Water Plan**;
- (c) the **Water Entitlement Notice**;
- (d) the water available under the **Customer's ROL Contract**;
- (e) the capacity of the **Distribution Network** from time to time;
- (f) Sunwater's estimate of the likely demand of other customers within the **Distribution Network**;
- (g) the **Resource Operations Licence**;
- (h) the **Water Management Protocol**;
- (i) **Operations Manual**; and
- (j) trading rules set out in the **Resource Operations Licence**.

You must not, by an act or omission cause Sunwater to breach any of those documents.

9.2 Sunwater Rules

Sunwater may make and amend the **Sunwater Rules** concerning the **Distribution Network**.

The **Sunwater Rules** may impose additional obligations on you, or prescribe how Sunwater will conduct its activities:

- (a) where reasonably necessary to implement Sunwater's rights and obligations under the **Act**; and
- (b) to set out or provide operational details as to how the rights and obligations of Sunwater and you under this **Agreement** shall be satisfied.

Changes to the **Sunwater Rules** must not be inconsistent with the **Act** and this **Agreement** and must first be the subject of consultation with you or any group representing customers within the **Distribution Network** (if such group exists).

9.3 Native Title

If, under any **Law** relating to **Native Title**, the commencement or performance of this **Agreement** is affected by **Native Title** or any requirement under such **Law**, then this **Agreement** and Sunwater's obligations under this **Agreement** are subject to any such requirement.

10 Your obligations in relation to provision of security

Sunwater incurs significant fixed costs in providing services, such that it requires certainty of payment from each of its customers.

10.1 When and how much security you can be required to provide?

- (a) Sunwater requires security upfront if so indicated in the 'Service Details' section of Part A.
- (b) If paragraph (a) applies, you must promptly provide (and maintain until released in accordance with clause 10.5) a security of an amount equal to the **Security Amount**.
- (c) Where no requirement for upfront security is indicated in the Service Details section of Part A, Sunwater may require you provide **Requested Security** if:
 - (i) you commit a breach nominated in either of clause 6.2(a), 6.2(b), 6.2(c) or 6.2(e) of this **Agreement**, whether Sunwater has given a direction or not; or
 - (ii) Sunwater is not reasonably satisfied as to your financial capacity to comply with your obligations under this **Agreement**.
- (d) After a request in writing by Sunwater under paragraph (c), you must promptly provide (and maintain until released in accordance with clause 10.5) a security of an amount as nominated by Sunwater up to the **Distribution Charges** invoiced for the previous **Water Year** (or for the first **Water Year**, Sunwater's reasonable estimate of the **Distribution Charges** for that **Water Year**), being the **Initial Requested Security Amount**.

10.2 What type of security can you provide?

- (a) The security you provide must take the form of an on demand guarantee on terms and from a bank reasonably acceptable to Sunwater.
- (b) Despite clause (a), you may request that Sunwater accept security in the form of a cash deposit and if requested, Sunwater may in its absolute and sole discretion accept security in the form of a cash deposit.

10.3 What happens if you don't provide security?

Failing to provide security where required under clause 10.1 is a breach of this **Agreement**.

Sunwater is not obliged to provide any services under this **Agreement** until:

- (a) the security is provided to Sunwater; and
- (b) thereafter, if Sunwater uses the security to pay amounts owing by you under this **Agreement**, until you have provided further security so that the total security is for an amount not less than the amount calculated under clause 10.1.

10.4 Holding and recourse to security

- (a) Sunwater may have recourse to security to pay amounts owing by you under this **Agreement**.
- (b) Where you provide security in the form of a cash deposit, Sunwater does not hold the cash deposit on trust for you.

10.5 Getting your security released

Upon the later of termination of this **Agreement** and the payment of all moneys owing by you (whether or not then due or owing contingently or prospectively) Sunwater shall release any security provided by you under this **Agreement**. Sunwater is not obliged to pay to you any interest accrued in relation to any security provided under this **Agreement**.

10.6 Periodic increases in Security Amount and Requested Security Amount

- (a) As and from each 1 July, the **Security Amount** and the **Requested Security Amount** shall be increased by the proportion by which the **Index Number** last published for the period immediately prior to the relevant 1 April has increased, over the **Index Number** published for the relevant period immediately prior to the preceding 1 April.
- (b) As and from each 1 July after the **Commencement Date** which is a **Review Date** where there is a review under clause 8.7, despite clause 10.6(a), the **Security Amount** shall be increased to the amount equal to the amount of:
 - (i) **Fixed Charges** (as determined as applicable from that **Review Date** under clause 8.7) over a period equal to the **Security Coverage**; or
 - (ii) **Distribution Charges** invoiced for the previous period equal to the **Security Coverage** (or for the first **Water Year**, Sunwater's reasonable estimate of the **Distribution Charges** for the period equal to the **Security Coverage**) at the rates as determined as applicable from that **Review Date** under clause 8.7), according to how the **Initial Security Amount** has been calculated as set out in the 'Service Details' section of Part A.
- (c) Where an **Initial Requested Security Amount** has been notified, as and from each subsequent 1 July which is a **Review Date**, the **Requested Security Amount** shall be increased to the amount as nominated by Sunwater up to the **Distribution Charges** invoiced for the previous **Water Year** (or for the first **Water Year**, Sunwater's reasonable estimate of the **Distribution Charges** for that **Water Year**).

10.7 Security Amount

- (a) If at any time the **Security Amount** exceeds 110% of the amount of the security provided by you then held by Sunwater, Sunwater may, by notice in writing:
 - (i) advise you that the **Security Amount** is greater than 110% of the amount of the security provided by you as held by Sunwater as at the date of the notice; and
 - (ii) advise you of the adjusted **Security Amount**.
- (b) Within 30 days after receiving a notice under clause 10.7(a), you must:
 - (i) replace the security provided by you with further security for the adjusted **Security Amount** as notified by Sunwater and otherwise comply with clauses 10.1 and 10.2; or
 - (ii) provide additional security for the difference between the amount of the security provided by you as held by Sunwater as at the date of the notice given under this clause 10.7(a) and the adjusted **Security Amount** as notified by Sunwater and otherwise complying with clauses 10.1 and 10.2.
- (c) If you fail to replace the security provided by you, or provide additional security, as the case may be, in accordance with your obligations under this clause 10.7, Sunwater may, without limiting any other rights Sunwater may have, suspend or restrict the **Water**

Distribution Services until such time as you provide replacement or additional security in accordance with your obligations under this clause 10.7.

10.8 Requested Security Amount

- (a) Where a request for **Requested Security** has been made in accordance with clause 10.1(c), if at any time the **Requested Security Amount** exceeds 110% of the amount of the security provided by you and held by Sunwater, Sunwater may, by notice in writing:
 - (i) advise you that the **Requested Security Amount** is greater than 110% of the amount of the security provided by you as held by Sunwater as at the date of the notice; and
 - (ii) advise you of the adjusted **Requested Security Amount**.
- (b) Within 30 days after receiving a notice under clause 10.8(a), you must:
 - (i) replace the security provided by you with further security for the adjusted **Requested Security Amount** as notified by Sunwater and otherwise comply with clauses 10.1 and 10.2; or
 - (ii) provide additional security for the difference between the amount of the security provided by you as held by Sunwater as at the date of the notice given under this clause 10.8(a) and the adjusted **Requested Security Amount** as notified by Sunwater and otherwise complying with clauses 10.1 and 10.2.
- (c) If you fail to replace the security provided by you, or provide additional security, as the case may be, in accordance with your obligations under this clause 10.8, Sunwater may, without limiting any other rights Sunwater may have, suspend or restrict the **Water Distribution Services** until such time as you provide replacement or additional security in accordance with your obligations under this clause 10.8.

11 Your obligations in relation to taking water

11.1 General obligations in relation to taking water

- (a) **Limits on taking water:** You must not take water:
 - (i) beyond the water you are entitled to take under the **Customer's ROL Contract** through the **Customer's Offtake Works**;
 - (ii) at a rate higher than the maximum diversion rate under clause 13.2(a), which may be varied temporarily or permanently from time to time by agreement between the parties, provided the variation does not breach a **Law** or have the potential to adversely impact on another person;
 - (iii) until the **Customer's ROL Contract** has become unconditional; or
 - (iv) that is more than the **Customer's Maximum Distribution Volume**, except as allowed by this **Agreement** or as a **Statutory Right**.
- (b) **Conditions on taking water:** In taking water, you must comply with:
 - (i) the initial approval or any variation of that approval under clause 13.2(a) including the configuration, specifications of and maximum diversion rate from the **Customer's Offtake Works**;
 - (ii) this **Agreement**;
 - (iii) each **State Direction**; and
 - (iv) the **Sunwater Rules** (see clause 11.2 below).

- (c) **Position of Customer's Offtake Works:** You must ensure that your **Customer's Offtake Works** are appropriately positioned to take water under this **Agreement**, having regard to storage, bank and stream conditions.

11.2 Ordering water in accordance with the Sunwater Rules

Where a system for the ordering of water is in place under the **Sunwater Rules**, you

- (a) must take water only to the extent you have complied with the ordering system;
- (b) must not take water at a rate or volume greater than the amount ordered;
- (c) must take reasonable measures to take all water that you have ordered, unless;
 - (i) it is unreasonable for you to take the water;
 - (ii) you were unable to take the water due to an **Event of Force Majeure**;
 - (iii) in your reasonable opinion, the water was not of a suitable quality for your usual purpose; or
 - (iv) otherwise provided for under the **Sunwater Rules**.

For the avoidance of doubt, the application of paragraphs (c)(i) to (iv) does not relieve you of your obligation to pay **Charges** in relation to water you have ordered but do not take.

You agree that all water ordered will be accounted for under the water sharing rules administered under the **Resource Operations Licence** such that:

- (d) where the water sharing rules contain capacity sharing arrangements or provide for water accounting at the **Sunwater Distribution Works**, your water orders will be used to determine water available to you; and
- (e) where water sharing rules do not provide for water accounting at the **Sunwater Distribution Works**, water meter readings will be used to determine water available to you.

11.3 Diversion from the Regulated Area

You must not divert from the **Regulated Area** the water the subject of this **Agreement**.

12 Your obligations in relation to metering

12.1 Meter installation

- (a) A **Meter** acceptable to Sunwater must be acquired and installed at your cost, within the **Customer's Offtake Works** or **Sunwater Distribution Works**.
- (b) You may install the **Meter** yourself, arrange of a third party to install the **Meter** or request Sunwater to install the **Meter** in accordance with clause 7 of this **Agreement**.
- (c) Any entity installing a **Meter** shall install the **Meter** correctly in accordance with the approval under clause 13.2(a).
- (d) A **Meter** acquired and installed by Sunwater remains the property of Sunwater despite any payment by you.
- (e) Any **Meter** installed by you shall, upon installation, become and remain the property of Sunwater.

12.2 Meter upgrade or replacement

Sunwaters has a right to require you to replace or upgrade a **Meter** already installed at your cost where such replacement or upgrading is necessary in the reasonable opinion of Sunwater. The

costs of such replacement or upgrade will be payable by you if you have breached clause 12.3(c) or 13.1(a), or otherwise payable by Sunwater.

12.3 Your obligations in respect of Meter

- (a) **Meter readings:** When directed by Sunwater, or as required by the **Sunwater Rules**, you must:
- (i) take readings (including date, time and volume readings) from the **Meter**;
 - (ii) advise Sunwater (by telephone or email) of a **Meter** reading within 24 hours of taking the reading;
 - (iii) maintain written records of such **Meter** readings; and
 - (iv) provide copies of such records to Sunwater (if requested by Sunwater).
- (b) **Access to Meter:** You must ensure that, at all reasonable times, Sunwater, and any person nominated or authorised by Sunwater, has safe and convenient access to the **Meter** and the **Customer's Offtake Works** (for purposes including reading, testing, repairing and calibrating the **Meter** and assessing compliance with this **Agreement**).
- (c) **No damage or interference with Meter:** You must not:
- (i) damage or by any act or omission permit damage to the **Meter**; or
 - (ii) do or omit to do anything (including failing to maintain the **Customer's Offtake Works**) which may affect:
 - (A) the accuracy of any **Meter** used by Sunwater in connection with this **Agreement**;
 - (B) the operation of the **Customer's Offtake Works** or any **Meter** used by Sunwater so as to render inaccurate the recording of the volume of water taken; or
 - (C) the capacity of the **Customer's Offtake Works** to take water.
- (d) **Reporting Meter malfunctions or damage:** You must, in becoming aware of any actual or threatened damage to or malfunction in the **Meter**, promptly notify Sunwater:
- (i) where the damage or malfunction is serious, verbally as soon as possible and subsequently in writing within 7 days; and
 - (ii) where the damage is of a minor nature only, in a manner convenient to you be that either in writing or verbally within seven days.

12.4 Sunwater obligations to repair Meter

Sunwater must promptly repair any damage to or malfunction in the **Meter** which you notify Sunwater of, with such repairs to be at your cost.

12.5 Other assistance you are to provide

You must:

- (a) upon request by Sunwater, supply to Sunwater any relevant document or information in your possession or control which would assist Sunwater in making an estimate under clause 8.6;
- (b) permit Sunwater or any person authorised by Sunwater to have access to, and read, any electricity meter recording electricity used in connection with the taking of water; and

- (c) permit Sunwater or any person authorised by Sunwater to have access to your land for any purpose reasonably associated with the performance of this **Agreement** or carrying out its responsibilities under the **Resource Operations Licence**.

12.6 If you think the Meter is inaccurate

Where you think the **Meter** is not measuring or reading accurately, you may request Sunwater to test and calibrate the **Meter**.

The cost of such testing or calibration shall be borne by:

- (a) you, where the **Meter** is operating within the manufacturer's specifications or you have breached clause 12.3(c) or 13.1(a); or
- (b) otherwise, Sunwater.

To the extent that, following such testing or calibration, Sunwater reasonably considers that the **Meter** has not been operating within the manufacturer's specification, your charges must be adjusted for the current **Water Year** or the most recently completed **Water Year**, under clause 8.6.

You are also entitled to have the **Meter** tested and calibrated by a certified testing authority, with the prior consent of Sunwater (not to be unreasonably withheld).

12.7 Removal of Meter on termination

On termination of this **Agreement**, Sunwater may remove the **Meter** and seal off any **Sunwater Distribution Works** or **Distribution Network** at your cost.

12.8 Sunwater may disclose / receive information

You consent to Sunwater making available to:

- (a) the **Regulator**;
- (b) a holder of a **Resource Operations Licence** in the **Regulated Area**;
- (c) any other person as required under any **Law**; and
- (d) with your consent, any person proposing a dealing with the **Customer's Allocation**,

such information and records concerning you, the **Customer's Allocation**, the **Meter** and the volumes of water taken, as is required by **Law** or to which you consent, or which may be required for the proposed dealing (as applicable).

You consent to any electricity supplier to supply to Sunwater particulars of electricity consumption by you for the taking of water.

13 Your obligations in relation to Sunwater Distribution Works and Customer's Offtake Works

13.1 Sunwater Distribution Works

- (a) **No damage:** You must not, by any act or omission, damage, or permit damage to, the **Sunwater Distribution Works** (including through any failure to maintain the **Customer's Offtake Works**).
- (b) **Notification of damage:** You must, on becoming aware of any actual or threatened damage to, or malfunction in the **Sunwater Distribution Works** or the **Distribution Network**, promptly notify Sunwater verbally and subsequently in writing (where the damage or malfunction is serious) or otherwise in a manner convenient to you.

- (c) **Care and attention in activities for the operation of the Sunwater Distribution Works:** Where you, at Sunwater's request, carry out activities or perform services for the operation of the **Sunwater Distribution Works** or the **Distribution Network**, you must carry out such activities and services reasonably and promptly and with proper care and attention.
- (d) You will not be liable to Sunwater under clauses 13.1(a) or 13.1(c) for an **Event of Force Majeure** or for operating the **Sunwater Distribution Works** in accordance with Sunwater's instructions given in requests made under clause 13.1(c).

13.2 Customer's Offtake Works

- (a) **Required approval:** Prior to installing or altering the **Customer's Offtake Works** you must obtain the prior written approval of Sunwater to the **Customer's Offtake Works**, including the configuration, specifications of and maximum diversion rates for any pump included in them, which approval may not be unreasonably withheld.
- (b) **Operation and maintenance:** You must:
 - (i) operate in accordance with sound operating procedures and manufacturer's specifications and with any requirements in the **Sunwater Rules**; and
 - (ii) maintain, in good working order and condition, the **Customer's Offtake Works**.
- (c) Sunwater authorises you, and any person nominated or authorised by you, to access the **Customer's Offtake Works** for the purposes of operation, maintenance and **Meter** reading, but at your or such other person's risk.

14 Powers granted to Sunwater to secure payment

14.1 You grant a charge over the Customer's Allocation

You charge to Sunwater the **Customer's Allocation** to secure the due and punctual payment of:

- (a) all moneys payable under this **Agreement**;
- (b) all moneys payable under the additional agreements referred to in clause 2.3;
- (c) all debts (including amounts which become a debt due to Sunwater under the **Act**) from time to time due by you to Sunwater; and
- (d) the **Termination Amount** payable by you under clause 18.2.

To the extent permitted by **Law**, Sunwater may apply any payments by you towards payment of such moneys, debts and amounts as Sunwater determines in its absolute discretion.

14.2 Sunwater's power of sale of Customer's Allocation

Where you are in material breach of this **Agreement** or if Sunwater is entitled to terminate this **Agreement** under clause 18.1, Sunwater may, subject to giving notice as required by the **Act**, and Sunwater giving you notice of the breach or the existence of Sunwater's rights under clause 18.1, sell the **Customer's Allocation**.

14.3 Further powers of Sunwater

Where Sunwater is entitled to sell the **Customer's Allocation** Sunwater may also, amend, transfer, lease or deal with the whole or part of the **Customer's Allocation**.

Where Sunwater exercises its power under this clause 14, then Sunwater must use reasonable endeavours to ascertain the amount of the **Customer's Allocation** that is required to be dealt with to recover the moneys due to Sunwater.

14.4 You appoint Sunwater as your Attorney

- (a) **Appointment:** For valuable consideration and by way of security you irrevocably appoints the Chief Executive Officer of Sunwater as your attorney (**Attorney**) to:
- (i) do anything which you are obliged to do under or in relation to this **Agreement** but have failed to do so;
 - (ii) do anything which you are entitled to do under the **Act** in relation to the **Customer's Allocation**; or
 - (iii) amend, transfer sell, lease or deal with the **Customer's Allocation** and do and execute all acts, deeds, documents and things as shall be necessary to give effect to such amendment, change, sale, lease or dealing.

Without limitation, the **Attorney** may at any time:

- (i) do anything which in the opinion of Sunwater or **Attorney** is necessary or expedient to secure, preserve, perfect or give effect to the security contained in this **Agreement** and for this purpose without limitation may execute any application, transfer, lease and other assurance of any of the **Customer's Allocation** in favour of any purchaser, assignee, lessee or any nominee; and
- (ii) delegate his powers (including delegation).

Without limitation, any **Dealing by Attorney** may be made:

- (i) by public auction, private treaty or tender;
 - (ii) for cash or on credit;
 - (iii) in one lot or in parcels;
 - (iv) either with or without special conditions or stipulations as to title or time or mode of payment of purchase moneys or otherwise;
 - (v) with power to allow the whole or any part of the purchase moneys to be deferred with or without any security; and
 - (vi) whether or not in conjunction with the sale of any property by any person.
- (b) **Pre-requisites for Sunwater acting as Attorney:** No **Attorney** may act under this clause 14:
- (i) unless notice required by clause 14.2 has been given; or
 - (ii) inconsistently with this **Agreement**.
- (c) **Liability of Attorney:** To the extent permitted by **Law**, no **Attorney** will be liable:
- (i) for any conduct or delay in the exercise or non-exercise of any power;
 - (ii) for any loss (including consequential loss) which results; or
 - (iii) for negligence of the **Attorney**, where the sale has been made after a public process (eg: auction, tender, public notification of sale),

except where the **Liability** arises from the fraud or wilful misconduct of the **Attorney**.

Nothing in this **Agreement** limits your ability to obtain advice or engage another person to act on your behalf.

Channel and Pipeline Supply Contract

- (d) **Authority of Attorney:** No party to any sale, transfer, or lease or dealing and no person asked to register a **Dealing by Attorney** is bound to enquire:
 - (i) whether you have breached this **Agreement** or whether this **Agreement** has become enforceable;
 - (ii) whether a person who is, or purports or is purported to be, an **Attorney** is duly appointed;
 - (iii) as to the amount of any moneys and whether such moneys are due and payable; or
 - (iv) in any other way as to the propriety or regularity of the **Dealing by Attorney**.

14.5 How Sunwater will apply proceeds from any Dealing

Any amounts received from the **Dealing by Attorney** shall be applied in the way required by the **Act** and if there is no requirement, as follows:

- (a) firstly, in paying the costs of the **Dealing by Attorney**;
- (b) secondly, in discharging your **Liability** to Sunwater for the moneys, debts and amounts charged to Sunwater under this **Agreement**;
- (c) thirdly, in discharging your **Liability**, if any, for the **Customer's Allocation**;
- (d) fourthly, in discharging, in accordance with the priorities of their registered interests, any **Liability** owing by you to a person who has a registered interest recorded over the **Customer's Allocation** on the **Water Allocations Register**; and
- (e) fifthly, in payment to you.

15 Changes to your allocation or the Customer's ROL Contract

15.1 Further Supply Contract

You must not enter into a variation of the **Customer's ROL Contract** or a replacement contract except:

- (a) as a consequence of an application referred to in clause 15.3; and
- (b) unless:
 - (i) Sunwater and you have entered into a further supply contract or an amendment to this **Agreement** on terms acceptable to Sunwater in its absolute discretion; and
 - (ii) where the holder of the **Resource Operations Licence** and the other party to the contract, have entered into a further supply contract or an amendment to the other supply agreement.

15.2 Consequences

You acknowledge that:

- (a) unless you have complied with clause 15.1:
 - (i) all **Charges** payable under this **Agreement** remain payable to Sunwater; and
 - (ii) Sunwater is not obliged to take any action to deliver water as proposed by you in the variation; and
- (b) Sunwater in exercising its discretion in clause 15.1(b)(i):
 - (i) will not act in a way that reduces the income of Sunwater from the **Distribution Network**; and

- (ii) may require a single payment to pay out your obligations under this **Agreement**.

15.3 When you should give notice to Sunwater

If you:

- (a) apply to amend, transfer, lease or deal with the **Customer's Allocation** (being an interim water allocation) in whole or in part;
- (b) apply for a change to the **Customer's Allocation** (being a water allocation) in whole or in part; or
- (c) apply for or enter into a contract to acquire, lease or deal with a water entitlement from the **Regulated Area**,

then you must give written notice of the application or entry to Sunwater promptly after the application is made.

15.4 What happens following approval

Where one of the matters set out in clause 15.3 is approved, Sunwater shall, subject to:

- (a) the payment of all moneys and debts charged to Sunwater under this **Agreement**;
- (b) Sunwater and the transferee, assignee, you or counterparty entering into a further supply contract or an amendment to your agreement on terms acceptable to Sunwater acting reasonably, which may include Sunwater's then-current supply contract terms, and which may include the requirement for payment by you to Sunwater of a **Compensation Fee**;
- (c) Sunwater and you entering into either a further supply contract or an amendment to this **Agreement** on terms acceptable to Sunwater acting reasonably, which may include Sunwater's then-current supply contract terms, and which may include the requirement for payment by you to Sunwater of a **Compensation Fee**; and
- (d) where all of the **Customer's Allocation** has been transferred, Sunwater and you entering into a release of this **Agreement** on terms acceptable to Sunwater acting reasonably, which may include the requirement for payment by you to Sunwater of a **Compensation Fee**,

give Sunwater's consent and where required give notice of the existence of a supply contract to the **Registrar** when that supply contract is made.

15.5 Agreement does not change Sunwater's obligations under the Act

Where, under the **Act**, Sunwater is to approve the amendment, transfer, lease, dealing with or change referred to in this clause 15:

- (a) you acknowledge that Sunwater is obliged to carry out its responsibility under the **Act** in accordance with the terms of the **Act** and any other **Law** binding on it without regard to this **Agreement**; and
- (b) Sunwater's statutory responsibility is not to affect or impede the exercise of its discretion in relation to making or amending a supply contract.

15.6 Applying for a temporary transfer of water

You may apply to reduce or increase your **Customer's Maximum Distribution Volume** for a period within a single **Water Year**.

Where you apply for such a change it will be dealt with as a variation to this **Agreement**, which will be implemented to the extent terms are agreed by you and Sunwater (in each party's absolute discretion).

16 Alternate Location for Taking Water

16.1 Notice to Sunwater

If you wish to nominate an alternative **Location for Taking Water** for taking all or a part of the **Customer's Maximum Distribution Volume** in the **Water Year** or for a number of **Water Years**, you must obtain Sunwater's prior written approval.

16.2 On-supply to be lawful or approved

Prior to seeking the approval of Sunwater under clause 16.1, you must ensure that the dealing:

- (a) is lawful;
- (b) may be effected without an approval under **Law**; or
- (c) if it may be effected after obtaining an approval under a **Law**, when the approval has been obtained.

16.3 Further supply contract

You must not enter into any contract or arrangement for the purposes of clause 16.1, unless:

- (a) Sunwater has agreed to an amendment of this **Agreement** on terms acceptable to Sunwater; and
- (b) where necessary, Sunwater has entered into a supply contract with another person on terms acceptable to Sunwater.

17 What to do if you are unhappy with the service provided by Sunwater or have a dispute

17.1 Customer Complaints

Sunwater places a high value on customer feedback with a view to improving our performance to increase customer satisfaction. **Sunwater** recognises that there may be times when we do not get it right. When this happens we want to learn and understand so we can improve. If you are unhappy with the service **Sunwater** has provided under this **Agreement**, we welcome the opportunity to put things right. You can contact us on 13 15 89 or make contact with your local water officer. When you let us know about your complaint, we will try to resolve it straight away. If it is complex, or involves other parties, we may need longer.

17.2 Commencing a formal dispute

If a dispute arises under this **Agreement** (apart from a dispute in relation to **Charges** set under clauses 8.2(e) or 8.7(b), or a dispute which arises either prior to the exercise of rights of termination in clause 18, or in relation to such rights of termination), any party may give written notice to the party with whom the dispute exists. The notice shall designate a representative with the appropriate authority to negotiate the dispute.

17.3 Appointment of representative

Within 5 **Business Days** of receipt of the notice referred to in clause 17.2, the recipient shall designate a representative with similar authority.

17.4 Discussions

The representatives shall promptly discuss the dispute, following whatever investigation each considers appropriate.

17.5 Negotiation of procedures

If the dispute is not resolved as a result of the discussions within 15 **Business Days** of the notice referred to in clause 17.2 being given, either party may request the commencement of negotiations in good faith on a dispute resolution procedure, other than litigation or arbitration.

17.6 Methods of resolution

A party receiving a request under clause 17.5 shall promptly discuss the following and other related subjects with the party making the request:

- (a) the mode of proceeding, whether by negotiation, mediation, conciliation, expert appraisal, expert determination or mini-trial;
- (b) the responsibility for payment of the costs of the mode agreed under clause 17.6(a);
- (c) the procedure and timetable for exchange of documents and other information relating to the dispute;
- (d) procedural rules and a timetable for the conduct of the selected mode of proceeding; and
- (e) a procedure for selection and compensation of any neutral adviser, expert or mediator that may be employed by the parties in dispute.

17.7 Exchange of information

The parties acknowledge that the purpose of any exchange of information or the making of any offer of settlement under this clause 17 is to attempt to settle a dispute between the parties.

17.8 Termination

Any party may terminate the dispute resolution procedure provided by this clause 17 at any time and pursue other available remedies.

18 Termination Events

18.1 Circumstances in which this Agreement may terminate

This **Agreement** may terminate in the following circumstances:

- (a) **Bankruptcy or insolvency:** Sunwater may terminate this **Agreement** immediately by giving notice to you of its intention to terminate where you are bankrupt (where you are a natural person) or **Insolvent** (where you are a corporation).
- (b) **Breach:** Sunwater may terminate this **Agreement** by giving notice to you of its intention to terminate where you breach a provision of this **Agreement** and have not remedied that breach within a reasonable period, having regard to the nature of the breach, after service of notice of the breach from Sunwater of its intention to terminate.
- (c) **Ceasing to hold the Customer's Allocation:** If, on any **Review Date**, you do not hold the **Customer's Allocation**, Sunwater may terminate this **Agreement** immediately by giving you notice.
- (d) **Damage to water infrastructure:** This **Agreement** shall terminate where, in Sunwater's reasonable opinion, Sunwater is no longer able to control the diversion of water to the **Distribution Network** or control water within the **Distribution Network**, including meeting demands for taking water, because the **Distribution Network**, **Sunwater Distribution Works** or water infrastructure of the holder of a **Resource Operations Licence** are substantially destroyed or damaged. As soon as is reasonably practicable after Sunwater has formed that opinion, Sunwater shall notify you and this **Agreement** shall terminate from the date stated in the notice to you.

- (e) **Decommissioning of *Distribution Network* by Sunwater:** Where the total of all water entitlements located at the ***Sunwater Diversion Location*** the subject of an existing distribution contract for diversion into the ***Distribution Network*** becomes less than 10% of the ***Distribution Network***'s capacity, then Sunwater may terminate this ***Agreement*** by notice in writing to you. This ***Agreement*** shall terminate two years after notice is given by Sunwater.

18.2 Termination Amount

- (a) Where this ***Agreement*** is terminated as a consequence of your breach, you are liable to pay to Sunwater the ***Termination Amount*** (without limiting any other rights of Sunwater under this ***Agreement*** or otherwise against you in relation to any such breach).
- (b) You acknowledge that the ***Termination Amount*** is intended to represent a reasonable assessment of the loss of future revenue, increased average operating costs, proportionate share of ongoing fixed costs and decommissioning costs likely to be incurred by Sunwater for the ***Distribution Network*** having regard to the quantities of water supplied and the persons supplied from the ***Distribution Network***.
- (c) Sunwater has the right to undertake a formal assessment of the ***Termination Amount***, at your cost.

19 Liability

19.1 Limits on Sunwater's Liability to you

To the extent permitted by ***Law***, Sunwater is not liable to you under or in connection with this ***Agreement*** for any ***Liability*** incurred or suffered by you or by anyone claiming through you for water not being available under the ***Customer's ROL Contract***, any error in the data, assumptions or methodology for a standard, plan or licence issued by a ***Regulator*** or complying with a ***State Direction***.

That limitation does not limit action which you make take against Sunwater under the ***Act*** or for any wilfully negligent acts of Sunwater.

19.2 Matters which you release Sunwater for

You release Sunwater from all ***Liability*** which you may have or claim to have or but for this release might have had against Sunwater connected with:

- (a) death or personal injury, damage to the ***Customer's Offtake Works***, other property, livestock, crops or assets as a consequence of any action by Sunwater other than actions that would constitute a breach of this ***Agreement*** or negligence by Sunwater, including for example, the channel overflows however caused, pipeline breaks where such action is necessary for Sunwater to comply with the requirements of any ***Law*** binding on it; and
- (b) the circumstances in which you bear the risk as stated in clause 5.5.

You indemnify Sunwater against any ***Liability*** incurred or suffered by or brought or made or recovered against Sunwater arising out of or in connection with:

- (c) death or personal injury, damage to the ***Customer's Offtake Works***, other property, livestock, crops or assets to the extent caused or contributed to by any act or omission by you or any person for whom you are responsible;
- (d) any breach by you of this ***Agreement*** or any negligence, act or omission of you or anyone for whom you are responsible; and
- (e) the circumstances for which you release Sunwater under this clause 19.2.

20 Assignment and subcontracting

20.1 Assignment by Sunwater

Sunwater may assign its rights and obligations under this **Agreement** (so that that person provides the services to you) to any person provided such person:

- (a) is or becomes the holder of the **Resource Operations Licence**, its **Resource Operations Licence** or a new licence issued in lieu; and
- (b) such person enters into a covenant in favour of you to be bound by the provisions of this **Agreement**.

20.2 Sunwater may subcontract

Sunwater may subcontract the performance of any of its obligations under this **Agreement**, but any subcontracting does not release Sunwater from **Liability** to you for performance of that obligation.

21 How to give and receive notices

A number of provisions of this **Agreement** anticipate you giving notices to Sunwater or receiving notices from Sunwater.

Any notice given under this **Agreement** by you or Sunwater:

- (a) must be in writing addressed to the intended recipient:
 - (i) for notices to Sunwater, either:
 - (A) at the address of its office, nominated in the **Sunwater Rules** or if not nominated, closest to the **Regulated Area**; or
 - (B) by electronic mail, to customersupport@sunwater.com.au (or any other electronic mail address notified to you by Sunwater from time to time), marked 'Contractual Notice';
 - (ii) for notices to you,
 - (A) for an invoice under clause 8 at the Address for Invoices in the **Customer Details**;
 - (B) for any other notice, either:
 - (1) to the email address in the **Customer Details**;
 - (2) at the Address for Notices in the **Customer Details**;
 - (3) at the address last known to Sunwater; or
 - (4) where you are the holder of the **Customer's Allocation**, at the address shown in the register that records the details of the **Customer's Allocation**;
- (b) must be signed by a person duly authorised by the sender;
- (c) for a notice given by you, will be taken to have been given when delivered, received or left at the above address;
- (d) in the case of a notice given by Sunwater by mail:
 - (i) in the case of delivery by express post, 2 **Business Days** after the date of posting to you; and

Channel and Pipeline Supply Contract

- (ii) in the case of delivery by any other method of post, the delivery timeframe for letters in the ordinary course of post published by Australia Post from time to time, after the date of posting to you;
- (e) in the case of a notice forwarded by email, at the earliest of:
 - (i) the time that the sender receives an automated message from your information system confirming delivery of the email;
 - (ii) the time that the recipient confirms receipt of the email by reply email; and
 - (iii) 3 hours after the time the email is sent (as recorded on the device from which Sunwater sent the email) unless the sender receives, within that 3 hour period, an automated message that the email has not been delivered; and
- (f) will be taken to have been given, if delivery or receipt occurs on a day when business is not generally carried on in the place to which the notice is sent, or is later than 4pm (local time), it will be taken to have been duly given at the commencement of business on the next day when business is generally carried on in that place.

22 General provisions

- (a) **Entire agreement:** This **Agreement** contains the entire agreement of the parties concerning its subject matter and supersedes all earlier agreements. It sets out the only conduct relied on by the parties and supersedes all earlier conduct by the parties concerning its subject matter.
- (b) **Amendment:** This **Agreement** may only be amended as contemplated by clauses 3.2 to 3.4.
- (c) **No waiver:** No failure to exercise and no delay in exercising any right, power or remedy under this **Agreement** will operate as a waiver. Nor will any single or partial exercise of any right, power or remedy preclude any other or further exercise of that or any other right, power or remedy.
- (d) **Duty and costs:** Each party bears its own costs arising out of the preparation of this **Agreement** but you will bear any duty (including fines and penalties) chargeable on this **Agreement**, on any instruments executed under this **Agreement**, and for a transaction evidenced by this **Agreement** and indemnify Sunwater for the amount of such duty and associated costs.
- (e) **Further assurances:** Each party must take all steps, execute all documents and do everything reasonably required by the other party to give effect to any provisions of this **Agreement**.
- (f) **Governing law:** This **Agreement** is governed by the **Laws** of Queensland. In relation to it and related non contractual matters each party irrevocably submits to the non-exclusive jurisdiction of courts with jurisdiction there, and waives any right to object to the venue on any ground.

23 Definitions and Interpretation

23.1 Definitions

The following definitions apply unless the context requires otherwise.

Act means the *Water Act 2000* (Qld).

Additional Charges means the applicable **Regulated Charge** and if no **Regulated Charge** applies the charge as made by Sunwater when notice of the availability of additional water is given under this **Agreement**.

Agreement means this agreement.

Attorney means your duly appointed attorney for the purposes set out in this Contract.

Billing Interval means the billing interval referred to in the **Customer Details**.

Business Day means a day which is not a Saturday, Sunday or a public holiday in Brisbane.

Charges means **Distribution Charges** and **Other Charges**.

Commencement Date means the date of this **Agreement**, or if no date has been inserted the date that Sunwater signed this **Agreement**.

Compensation Fee means a compensation fee calculated by Sunwater to compensate Sunwater for any revenue shortfall, cost or loss incurred or suffered by Sunwater as a consequence of approval of:

- (a) an amendment, transfer, lease, dealing with or change of the whole or part of the **Customer's Allocation** you applied for which relates to the **Regulated Area**,
- (b) another water allocation; or
- (c) a contract to acquire, lease or deal with a **Water Entitlement** from the **Regulated Area**, pursuant to clause 15.

Conditions Precedent means the conditions precedent included in Part C (if any).

Consumption Charges means the Charge described by reference to the volume of water taken being either:

- (a) the Regulated Charge for the **Customer's Allocation**, if applicable; or
- (b) where there is no applicable **Regulated Charge**, the Consumption Charge described as such in the **Customer Details** as varied under clauses 8.2(e) or 8.7(b).

Current Holder means the person who is, at the date of this **Agreement**, the holder of the **Customer's Allocation**.

Customer means the person identified in the **Customer Details**.

Customer's Allocation means:

- (a) where you hold the Customer's Allocation described in Part A, that Customer's Allocation; and
- (b) otherwise, your **Statutory Right** in the Customer's Allocation described in Part A.

Customer's Approvals means each approval required under a **Law** (including any development permit required to be held by the Customer under the **Planning Act 2016** (Qld)) for the **Customer's Offtake Works**.

Customer Details means the section of Part A described as such.

Customer's Maximum Distribution Volume means the actual volume of water to which the Customer is entitled to, at a specific time, for the **Customer's ROL Contract**, under the **Water Plan**, the **Resource Operations Licence** and the **Act**.

Customer's Offtake Works means the works used or nominated by the Customer for taking water as may be varied during the term of this **Agreement** under clause 13.2(a).

Customer's ROL Contract means a contract between you and the holder of a **Resource Operations Licence**.

Dealing by Attorney includes the **Customer's Allocation**, any amendment, change, lease, sale or **Additional Contract**.

Distribution Charges means the greater of:

- (a) the **Minimum Charge** (if any); or
- (b) the total in a **Water Year** of:
 - (i) the **Fixed Charges**; and
 - (ii) the **Consumption Charges**.

Distribution Network means the network of channels, pipelines, natural formations and other works operated from time to time by Sunwater, as further described in the **Application Form**.

Event of Force Majeure means any event or circumstance or combination of events or circumstances which is beyond the reasonable control of the party concerned, including without limiting the generality of the foregoing:

- (a) drought, fire, lightning, explosion, flood, earthquake, storm, cyclone, action of the elements, act of God, natural disaster, radioactive contamination, toxic or dangerous contamination or force of nature;
- (b) riots, civil commotion, malicious damage, sabotage, vandalism, act of a public enemy, war (declared or undeclared), blockades or revolution;
- (c) epidemic or pandemic;
- (d) strikes, lockouts, industrial and/or labour disputes and/or difficulties, work bans or picketing;
- (e) order of any court or the order, act or omission or inaction of any government or governmental authority having jurisdiction (including any act or omission required or authorised to be done under any compulsory access regime) or failure to obtain any necessary governmental consent, permit, authorisation, licence, approval or acknowledgment;
- (f) breakdown or failure of any facilities, machinery or equipment (including but not limited to the failure in any equipment which forms part of any pump);
- (g) non-availability of essential equipment, goods, supplies or services (including but not limited to the failure of the supply of electricity to any pump);
- (h) existence of **Native Title**, or any claim for **Native Title** affecting any part of the land across, under or upon which either the **Distribution Network** or the **Sunwater Distribution Works** are constructed; or
- (i) the prevention of access to repair damage to or malfunction of the **Distribution Network** or the **Sunwater Distribution Works**, the **Meter** or the **Customer's Offtake Works** caused by any of the events set out above.

Fixed Charges means either:

- (a) the **Regulated Charge** for the **Customer's Allocation**, if applicable; or
- (b) where there is no applicable **Regulated Charge**, the **Fixed Charges** described as such in the **Customer Details** as varied under clauses 8.2(e) or 8.7(b).

GST means the goods and services tax as imposed by the **GST Law**.

GST Amount means any **Payment** (or the relevant part of that **Payment**) multiplied by the appropriate rate of **GST** (currently 10%) together with any related interest, penalties, fines or other charge.

GST Law has the meaning given to that term in *A New Tax System (Goods and Services Tax) Act 1999* (Cth), or, if that Act does not exist for any reason, means any Act imposing or relating to the imposition or administration of a goods and services tax in Australia and any regulation made under that Act.

Index Number means the Consumer Price Index - All groups for Brisbane, published from time to time by the Australian Bureau of Statistics or where suspended or discontinued a comparable index nominated by the President of the Queensland Law Society.

Initial Requested Security Amount means the security amount requested by Sunwater in accordance with clause 10.1(d).

Initial Security Amount means the amount of security set out in Item 5 of the **Customer Details**.

Input Tax Credit has the meaning given to that term by the **GST Law**.

Insolvent means with regard to bodies corporate, that one or more of the following events have occurred:

- (a) an application being presented to wind up the body corporate;
- (b) a meeting of members or creditors of the person being called to consider a resolution to wind up the body corporate;
- (c) a scheme of arrangement or a composition being entered into with its creditors, unless such application is dismissed within twenty-one (21) days of its presentation or unless such scheme of arrangement or composition is for the purposes only of a corporate reconstruction in circumstances where the body corporate remains solvent;
- (d) a liquidator being appointed in respect of the body corporate;
- (e) a receiver, receiver and manager or an administrator being appointed over some or all of the assets of the body corporate and such appointment not being revoked within twenty-one (21) days; or
- (f) the body corporate resolves to wind itself up, makes any statement that it is unable to pay its debts when due, takes any action to obtain protection or is granted protection from its creditors under any applicable legislation.

Law means:

- (a) the principles of law or equity established by decisions of Australian courts;
- (b) any legislation, statutes, acts, instruments made under any Law, rules, orders, regulations, by-laws, local laws, policies or ordinances which are enacted, issued or promulgated by the State, a Minister, a corporation or authority constituted for a public purpose or a local authority; and
- (c) requirements made or arising under or under any of the matters referred to in paragraphs (a) or (b) above.

Liability means a claim, action, proceeding, judgment, damage, loss, expense or liability.

Location for Taking Water means the location of the **Customer's Offtake Works** as varied under clause 16.

Meter means a meter to measure the volume of water taken at the **Customer's Offtake Works** and which includes any valve and associated item nominated by Sunwater.

Minimum Charge means a minimum charge calculated for customers in accordance with the methodology, if any, published on Sunwater's website from time to time.

ML means megalitre.

Native Title has the same meaning as used in the *Native Title Act 1993* (Cth).

Net Present Value Rate means rate equal to the Bank Bill Swap Rate (180 Day) and if at any time this rate ceases to be published, then such other rate per annum as may be determined after request by Sunwater by a nominee of the Chief Executive for the time being of the Resolution Institute.

Operations Manual means the operations manual prepared under the **Act** relating to the **Resource Operations Licence**.

Other Charges means the **Regulated Charge** described as a charge for the **Related Services** applicable to the **Regulated Area** and if there is no **Regulated Charge** the charge made by Sunwater under clause 8.7.

Overdue Rate means a rate of interest equal to the Reserve Bank of Australia (RBA) lending rates: business finance; new loans funded in the month; small business; variable-rate applicable from time to time plus two percent (2%) and if at any time this rate ceases to be published, then such other rate per annum as may be determined after request by Sunwater by a nominee of the Chief Executive for the time being of the Resolution Institute.

Payment means any amount payable under or in connection with this **Agreement** including any amount payable by way of indemnity, reimbursement or otherwise and includes the provision of any non-monetary consideration.

Registrar means the registrar under the **Act**.

Regulated Area means the area to which the **Resource Operations Licence** relates.

Regulated Charge means a charge payable to Sunwater for any service to be provided under this **Agreement** as set as a rate or charge, or required to be charged to you by Sunwater, under any **Law**.

Regulator means the regulator or chief executive under the **Act**.

Related Services means the services identified in clause 7 and any services, which Sunwater indicates, in the **Sunwater Rules**, that it will provide.

Requested Security means the security required pursuant to clause 10.1(c).

Requested Security Amount means the **Initial Requested Security Amount** as adjusted under clause 10.6.

Resource Operations Licence means:

- (a) the resource operations licence; or
- (b) the interim Resource Operations Licence,

under the **Act** held by Sunwater and which relates to the **Customer's Allocation**.

Review Date has the meaning given in clause 3.1.

Security Amount means the **Initial Security Amount** as adjusted under clause 10.6.

Security Coverage means the period of time set out in Item 5 of the **Customer Details** used to calculate the **Initial Security Amount**.

Services means **Water Distribution Services** and **Related Services**.

State Direction means the requirements of any notice published or any regulation made under the **Act** or any present or future requirement, instruction, direction or order made under any **Law** which is binding on or which would customarily be observed by a reasonable and prudent holder of the **Resource Operations Licence** and/or owner/operator of the **Sunwater Distribution Works** and any modification, extension or replacement thereof from time to time in force.

Statutory Right means a right to take water (other than the **Customer's Allocation**) under the **Act**, for example, a water permit issued by the **Regulator**.

Sunwater means Sunwater Limited ACN 131 034 985.

Sunwater Distribution Works means the works to which the water is to be diverted by Sunwater at the **Sunwater Diversion Location**.

Sunwater Diversion Location means that point on a watercourse where water is diverted under the **Customer's ROL Contract** to enable Sunwater to deliver water to the location of the **Customer's Offtake Works**.

Sunwater Rules means the rules and guidelines made and amended from time to time under clause 9.2.

Tax Invoice has the meaning given to that term by the **GST Law**.

Taxable Supply has the meaning given to that term by the **GST Law**.

Termination Amount means the amount which represents the value as at the date of termination using a discount figure equivalent to the **Net Present Value Rate** of the **Fixed Charges** and the **Consumption Charges** which would have been payable under this **Agreement** on the assumption that in each **Water Year** you took the whole of the **Customer's Allocation**:

- (a) where you have an interest in the **Customer's Allocation** for the period of 10 years after the date of termination; and
- (b) where you have an **Additional Contract** with Sunwater for the lesser of the period of 10 years after the date of termination and the unexpired period of the **Additional Contract**.

Transportation Losses means the water lost after diversion into the **Distribution Network** or otherwise rendered unavailable to be taken or used by you as a result of:

- (a) contamination (from whatever cause);
- (b) theft or any unlawful taking;
- (c) the taking by other customers within the **Distribution Network** of an amount of water greater than that to which the customer is entitled;
- (d) where a system for the ordering of water is in place under the **Sunwater Rules**, and a customer has:
 - (i) taken more water than has been ordered by a customer; or
 - (ii) has not taken all of the water that has been ordered by a customer; or
- (e) breaches of the **Water Plan**, the **Sunwater Rules** or any other instrument made under the **Act** by other persons.

Water Allocations Register means the register of water allocations maintained pursuant to the **Act**.

Water Distribution Services means the services described in clause 5.

Water Entitlement Notice means the water entitlement notice, if any, from time to time under the **Act**, that applies to the **Regulated Area**.

Water Management Protocol means the water management protocol, from time to time under the **Act**, which gives effect to the **Water Plan**.

Water Plan means the water resources plan or resource operations plan, if any, from time to time under the **Act**, that applies to the **Regulated Area**.

Water Year means the year described as the water year in the **Resource Operations Licence** and if none is so described the year from time to time nominated by Sunwater.

23.2 Interpretation

Where any details are to be included in the **Customer Details** then, if not so included, the relevant details shall be deemed to be those appearing for you in the register that records the details of the **Customer's Allocation**.

In interpreting this **Agreement**, unless the context otherwise requires:

- (a) the singular includes the plural and vice versa;
- (b) a reference to an individual or to a person includes a corporation, firm, association, authority, trust, state or government and vice versa;
- (c) where any expression is defined in this **Agreement**, another part of speech or grammatical form of that expression has a corresponding meaning;
- (d) clause headings are inserted for convenience only and shall not affect the interpretation of this **Agreement**;
- (e) references to "dollars" and "\$" are references to Australian dollars;
- (f) references to time are references to time in the location of the **Regulated Area**;
- (g) a reference to any legislation or to any section or provision of any legislation includes any statutory modification or re-enactment of that legislation or any statutory provision substituted for it and includes any subordinate legislation issued under that legislation or as it may be modified, re-enacted or substituted;
- (h) a reference to a governmental authority includes any successor authority;
- (i) a reference to paragraphs, subclauses, clauses and Schedules is a reference to paragraphs, subclauses, clauses and Schedules of this **Agreement**;
- (j) a reference to any agreement (including this **Agreement**) or instrument includes that agreement or instrument as amended, novated, supplemented, varied or replaced from time to time;
- (k) a term used in the **Act** has the same meaning when used in this **Agreement**;
- (l) a reference to **conduct** includes any omission and any representation, statement or undertaking, whether or not in writing; and
- (m) where the Customer comprises two or more persons the **Liability** under this **Agreement** shall be joint and several.

Part C – Special Conditions

[Note to Sunwater: Insert Special Conditions if a Deed of Guarantee is required]