GPO Box 1429
Brisbane Qld 4001
Floor 21 Indus House
127 Creek Street
Brisbane Qld 4000

Telephone 07 3235 3414 Facsimile 07 3235 3439



Mr John Tamblyn Chairman Australian Energy Market Commission PO Box H166 Australia Square NSW 1215

Dear Mr Tamblyn

Queensland Rail (QR) is pleased to provide a submission in response to the AEMC's *Transmission Pricing for Prescribed Transmission Services: Rule Proposal Report* of 24 August 2006.

QR is a significant user of electricity provided through the transmission network. As such, QR welcomes the opportunity to participate in the development of more efficient pricing of electricity transmission services in the National Electricity Market.

As a large user, QR is particularly concerned to ensure that the discounting framework in the Rule Proposal is sufficiently flexible so as to allow prudent discounts on TUOS charges to be negotiated with a transmission network service provider and approved by the regulator in all circumstances where it is economically efficient to do so.

QR's detailed submission on this issue is attached for your consideration.

Yours sincerely

Ian Dall

A/Group General Manager

Network Access

25 September 2006