20 February 2019

Brandy Hill and Seaham Action Group c/- Neil Ritchie

DARACON

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Dear Neil,

RE: Martins Creek Quarry State Significant Development Application (SSDA 14_6612) – Amendment to Proposed Haul Route Options

Since the public exhibition of the Environmental Impact Statement (EIS) for the Martins Creek Quarry State Significant Development Application (SSDA), we have been working on a number of project changes as part of a proposed amended development application that will include a response to the submissions received on the EIS. Two key project changes include the proposed reduction in the total annual volume of quarry material to be transported via road (from 1.45 million tonnes per annum to 900,000 tonnes per annum) and the reduction in hourly and daily loaded truck movements from the quarry to a peak of 30 per hour and a maximum of 140 per day.

The EIS identified two potential haul routes for the transport of product to market by road, known as haul route 1 and haul route 2. As part of the current SSDA, we have decided to cease our request for approval to haul quarry material along haul route 2 from the intersection of Tocal Road and Paterson Road. The attached figure depicts haul route 2, for which approval is no longer being sought as part of the current SSDA process. The SSDA is however still seeking approval to transport quarry product by road via haul route 1.

Based on our current understanding of the mid-term market opportunities and in light of the proposed reduction of quarry material to be transported via road, it is envisaged that Daracon can service the expected customer/project base utilising the proposed haul route 1. Further there are ongoing requirements associated with haul route 2, including the interaction with the Brandy Hill Quarry expansion, that would need to be resolved prior to utilising haul route 2.

Notwithstanding the above, the construction industry will change over time and Daracon may seek approval to haul quarry products along haul route 2 at a later date. However we understand that if we made this business decision in the future, it would be subject to a separate approvals process.

Please do not hesitate to contact the undersigned on 02 4974 9200 should you require clarification or further information.

Yours Sincerely,

Adam Kelly

General Manager – Construction Materials, Transport & Plant

Daracon Group