



Government of **Western Australia**
Department of **Mines, Industry Regulation and Safety**

Our ref: A1565/201001
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Dear Royalty Payer

CHANGES TO MINERAL ROYALTY RATES

This letter is provided as a reminder of the next five yearly escalation assessment of the specific royalty rates which is due prior to 1 July 2020 and could result in an increase of the existing rates.

In accordance with the requirements of Regulation 86(2a to 2d) of the Mining Regulations 1981, the two specific rate royalty amounts "A" and "B" will be assessed for escalation prior to July 2020.

This escalation assessment will be undertaken to account for any movements in the Non-Metallic Mineral Products Price Index as issued by the Australian Bureau of Statistics (ABS) (catalogue 6427.0). Any resultant royalty rate change will apply for another 5 years until the next escalation period.

Relevant tenement holders will be required to ensure that the new royalty rates are applied to their reported production for each quarter commencing 1 July 2020.

Previous two royalty rate reviews:

Royalty Rate period	Amount A	Amount B
1 July 2010 to 30 June 2015	62 cents	100 cents
1 July 2015 to 30 June 2020 (Current rates)	73 cents	117 cents

We also advise that we will again contact all producers prior to July 2020 of any changes to the existing royalty rates and urge each producer to refrain from lodging their September 2020 quarter royalty return until this notification is provided. Unfortunately, the estimated royalty rate changes cannot be reasonably estimated until the assessment of the ABS index is undertaken at that time.

Please do not hesitate to contact Angelo Duca on 9222 3662 if you any questions related to this matter.

Yours sincerely

Vince D'Angelo
Acting General Manager
Financial Compliance Branch
10 October 2019