

Queensland Cement Limited

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29 February 1996

Mrs M McInally Willmot Road MT LARCOM QLD 4695

RE: Ground water Depletion Submission by Mrs M McInally

Dear Mrs McInally,

Thank you for the information that you have provided regarding aspects of ground water behaviour on your property. QCL acknowledges its responsibilities and obligations to landholders, whose water supply is depleted by the mining operations so as to injuriously effect the owner.

It is QCL's understanding you are currently injuriously affected. We wish to confirm our proposal to deepen your existing well, utilising your current windmill. The purpose of this well upgrade is to cover for current and possible future injurious affects associated with mining operations. Should you, as the owners of land, continue to have your water supply depleted so that you are injuriously affected due to QCL's mining operations then QCL will review the matter again.

We would propose a meeting with yourself and ourself to discuss these details. We will call you in the near furure to discuss a suitable time for a meeting.

Regards

B.G. HORTON
East End Site Superintendent