

1. Why isn't the project proceeding?

The State Government has elected to review the project as Collie Water has not been able to meet the conditions required to reach contract close.

2. What are the chances it will be resurrected and how long will that take?

The Western Australian Government has said they remain committed to identifying solutions to manage salinity of the Wellington Dam. We are working closely with the Government to understand what the alternatives may be to reconfigure the project so that the agricultural productivity outcomes are retained. Realistically it may be in excess of 12 months before a revised proposal is able to be constructed.

3. What has been Harvey Water's role in MWP to date?

Harvey Water assisted MWP proponent Collie Water to respond to the Expression of Interest through which the project was conditionally awarded funding. In the development phase of the project, Harvey Water sponsored a number of technical reports and investigations. As a result of this due diligence, Harvey Water recast its role in the MWP to better suit our commercial risk profile. We remain a strong advocate for the project outcomes.

4. What is the long term outlook for Wellington Dam?

It is forecast to reach 1500 parts TDS (total dissolved solids, or 'salt') in the near future, hence we need to find a solution.

5. Will the project keep the grant funds?

The State, in collaboration with the Commonwealth Government and local stakeholders, will be considering alternative approaches to managing salinity of the Wellington Dam and create opportunities for irrigated agriculture. Harvey Water will work with the State Government to try to retain grant funding for the project, however there are no guarantees.

6. Can Harvey Water just get on and fix it?

Not economically. Even using our balance sheet, there is an extensive gap in funding a solution. Whilst due to the implementation of our strategic plan we are in a far better financial situation, we cannot cover the entire cost of the project as envisaged.

7. Will the Members be expected to contribute to any permanent fix of Wellington Dam and or CRID piping costs?

We are trying to minimise any financial impact, however, this can't be ruled out .

8. How does this impact Harvey Water's recent initiative to procure engineering design options for a piped system in the CRID?

Harvey Water has obtained proposals and quotes for a detailed design for the CRID piped system. The Board will discuss this with a view of folding this work into a revised project.

9. Given the extension, will relief be given to CRID Members?

The Board will discuss the most appropriate way forward.

10. What has the MWP cost Harvey Water to date?

Harvey Water has spent just over \$1.57 million on technical reports, studies and trials associated with the project, of which we have been repaid \$500,000.