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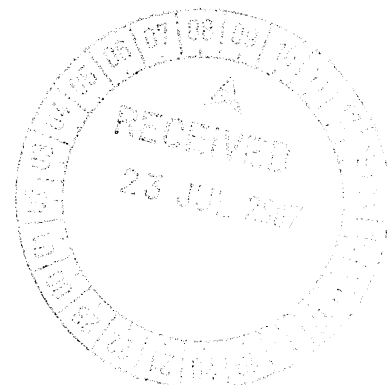


Tasmania
Australia
ABN 73 837 676 050

The Number One Tourist Attraction on the North West Coast

17 July 2007

Mr. John Fell,
Executive Director,
National Competition Council,
G.P.O Box 250,
Melbourne,
Victoria 3001.



Dear Sir,

I am writing to advise that the above Society is satisfied with the Declaration put forward by the Tasmanian Government and the outcome thereof.

This Society has been operating at Devonport and Launceston for over thirty years and we are looking forward to being part of a rejuvenated Tasmanian Railway System.

It is now our intention to proceed further and make application to Pacific National Tasmania for access to the system.

We also intend to approach the State Government to pursue the possibility of leasing the now disused section of railway line between East Tamar Junction and Inveresk, a distance of approximately one kilometre, where we have a workshop situated for restoration and some maintenance work. Without access to this section, our workshop will be limited, and the tourist trains that we have operated in and out of this location for a number of years will cease.

This would be a sad ending for what once was the beginning and headquarters of the railway system.

Yours Faithfully,

A handwritten signature in cursive script that reads 'Bill Housego'.

Bill Housego,
President.