

Winstone Aggregates

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3 May 2010

Graeme Campbell
Manager
Flood Protection Department
Greater Wellington Regional Council
PO Box 11646
Wellington 6142

Dear Graeme,

RE: Petone Sand Plant: Hutt River mouth extraction operation.

Thank you for your letter dated 23 March 2010 (File No: N/03/09/05). Since then Winstone Aggregates staff and Wellington Regional Council staff have met onsite at Petone Sand plant to review the site and further discuss the reconstituting of this operation. We have also had several internal meetings to discuss reconstituting as well as your last correspondence.

As a result of these communications and discussions I can confirm that in principle Winstone Aggregates:

- a) Does wish to enter into an extended relationship with WRC in respect of the sand operation at the Hutt River mouth.
- b) That this reconstituting process also include a review of the terms and conditions of the Licence to meet both Wellington Regional Council and Winstone Aggregates objectives.
- c) Following successfully concluded negotiations on the terms and conditions of the Licence Winstone Aggregates will share the external costs of the resource consent applications 50/50 with Wellington Regional Council provided that there is an agreed budget set in place prior to commencement and if costs escalate beyond agreed amounts then we wish to retain the right to reconsider our position.



- d) In contributing 50% of the external costs of a long term consent Winstones believes that a 20 year term (unless the term of the consent is less than 20 years) plus a right of renewal of a further 15 years is appropriate. If Wellington Regional Council wishes to end the agreement at any stage then we would look to recover a fair amount of costs incurred to that point.

- e) Winstone will support this application with any relevant data and information required.

I believe the next stage of this process is for Wellington Regional Council to grant approval to continue Then it appears that our priority needs to be the agreement of appropriate terms and conditions for the Lease Agreement

Kind Regards

Mike McSaveney
National Operations Manager