

HD Dire warning of cost of closing **coal** complex; Union says closure of Integra **coal** complex could cost \$63 **million**

BY Anonymous

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Vale had previously announced that the Integra **coal** complex was no longer economically viable and asked workers to stay at home on full pay. About 500 workers at the complex, which includes the Camberwell openpit and Glennies Creek underground mine, could lose their jobs.

The CFMEU's Peter Jordan said the closure of the mines will prove costly for Vale as it will be forced to pay **millions** in cancelled contracts at the site as well as for port and rail contracts, The Singleton Argus reported.

"They informed us they will be cancelling a contract to cut **coal** and paying the \$33 **million** dollar penalty that goes with this cancellation," Jordan said.

"In addition, they have not been relieved of their 'take or pay' obligations."

Jordan said this port and rail access amounts to a further \$30 **million** dollars a year.

"The fact the **company** appears to be throwing away around \$60 **million** dollars is concerning and adds credibility to the rumor that the mine has been sold.

"We are hearing reports that the opencut mine has been sold to a **Chinese company**, the Shenhua Group, which is involved in the Watermark project near Gunnedah, and the closure is just about changing the workforce arrangements."

However Jordan conceded that Vale has strongly denied a **sale** of the operation has occurred.

CO cufymu : Construction, Forestry, Mining and Energy Union | cvrd : Vale S.A.

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