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X June 2018

Ms Lyn Beverley Secretary Senate Foreign Affairs, Defence and Trade Committee Parliament House CANBERRA ACT 2600

Dear Lyn,

I write to correct evidence that I provided at the hearing for Budget Estimates held on 29 and 30 May 2018 concerning the Defence Maintenance and Support Services contract between the Department of Defence and Broadspectrum. Please note the contract name changed from the Land Materiel Maintenance contract in 2017.

Senator the Hon Alex Gallacher asked whether the estimated overhead cost of the Defence Maintenance and Support Services contract was \$240 million over a six-year term. I responded "that would be in the right order".

The Defence Maintenance and Support Services contract is worth \$345 million over six years. The overhead is paid by Joint Logistics Command and is approximately \$145 million with the remaining approximate \$200 million funded by Capability Acquisition and Sustainment Group.

I apologise for any misunderstanding that may have arisen, and request that the official transcript be amended.

Yours sincerely

DT Mulhall, DSC, AM, CSC Major General Commander Joint Logistics