

HIGH COURT OF AUSTRALIA

13 October 2021

MINERALOGY PTY LTD & ANOR v STATE OF WESTERN AUSTRALIA [2021] HCA 30 CLIVE FREDERICK PALMER v THE STATE OF WESTERN AUSTRALIA [2021] HCA 31

Today the High Court unanimously answered questions stated in two special cases concerning whether the *Iron Ore Processing (Mineralogy Pty Ltd) Agreement Amendment Act 2020* (WA) ("the Amending Act") was wholly or partly invalid. The Amending Act purported to amend the *Iron Ore Processing (Mineralogy Pty Ltd) Agreement Act 2002* (WA) ("the State Act").

The plaintiff in one special case, Mr Palmer, is the controller and majority beneficial owner of Mineralogy Pty Ltd ("Mineralogy"), and is a director of that company and of International Minerals Pty Ltd ("International Minerals"). Those two companies were the plaintiffs in the other special case ("the plaintiff companies"). In 2001, Mineralogy and various co-proponents (including International Minerals) made an agreement with the State of Western Australia ("the agreement"). Under the agreement, Mineralogy, alone or in conjunction with a co-proponent, could submit proposals to the relevant Minister in relation to mining projects in the Pilbara region. The Minister could respond in various ways but could not reject the proposals. The agreement and a 2008 variation to it were set out in schedules to the State Act, and thereby formed part of that Act.

The plaintiff companies had submitted proposals to the Minister in 2012 and 2013. Disputes arose in relation to the 2012 proposal. Those disputes were referred to arbitration, resulting in arbitral awards dated 20 May 2014 and 11 October 2019. Those awards broadly favoured the plaintiff companies. In August 2020, the Parliament of Western Australia passed the Amending Act. The Amending Act purported to insert a new Pt 3 into the State Act. Within Pt 3, s 9 purported to deprive the 2012 and 2013 proposals of legal effect and s 10 purported to deprive the 2014 and 2019 arbitral awards of legal effect. Mr Palmer was named in various provisions of Pt 3.

In answer to the questions stated in the special cases, the Court held that the Amending Act was not invalid or inoperative in its entirety and that ss 9(1), 9(2) and 10(4)-(7) of the State Act were not invalid or inoperative to any extent; it was otherwise unnecessary to consider the validity of Pt 3 or any other provision of the State Act. To arrive at those conclusions, the Court found it necessary to answer the following sub-questions. First, did the manner of enactment of the Amending Act contravene s 6 of the *Australia Act 1986* (Cth)? Second, did the Amending Act exceed some limitation on the legislative power of the Parliament of Western Australia arising from the rule of law or deeply rooted common law rights? Third, were ss 9(1), 9(2) and 10(4)-(7) of the State Act invalid on the basis that they were incompatible with Ch III of the *Constitution*? Fourth, were the same provisions invalid on the basis that they were incompatible with s 118 of the *Constitution*? Fifth, did the Amending Act single out Mr Palmer for a "disability" or "discrimination" of a kind forbidden by s 117 of the *Constitution*? The Court's answer to each of those sub-questions was "No".

• This statement is not intended to be a substitute for the reasons of the High Court or to be used in any later consideration of the Court's reasons.

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