



Gas Transmission Networks in 2024

Network revenues, costs and profitability

All dollar terms are at June 2024 dollars.

Revenue and return on assets excludes information from Amadeus and RBP as their calculation includes confidential information

Revenue **\$142**
million



11%
from
2023



Network revenues are regulated under price caps. Networks are able to recover the costs that an efficient network efficient network would require to provide core regulated services to consumers.

Expenditure **\$190**
million



With the revenue collected from customers, networks undertake operating and capital expenditure in order to provide a safe and reliable supply of gas to consumers.



39%
from 2023

Operating expenditure



\$87
million



10%
from 2023

Networks are given an operating expenditure allowance to operate and maintain their network assets.



Capital expenditure

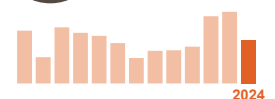


\$103
million



52%
from 2023

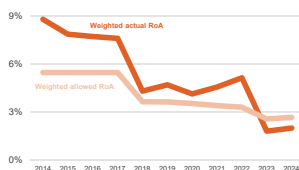
Networks are given a capital allowance to meet their capital expenditure objectives.



Return on assets

The return on assets (RoA) is calculated by dividing a network's earnings before interest and tax by its opening capital asset base.

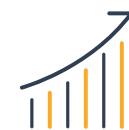
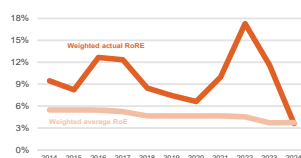
The return on assets is suited to capital intensive businesses and allows us to compare network profits against their allowed rates of return.



Return on regulated equity

The return on regulated equity (RoRE) is calculated by dividing a network's regulatory profit after tax by its regulated equity.

The return on regulated equity illustrates the final returns available to equity holders after all its expenses and allows comparison against allowed returns on equity.



Capital base

\$2.2
billion



0.5%
from 2023

The total value of the networks assets used to provide its core regulated services



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Network characteristics and demand



Demand

The annual volume of gas withdrawn by gas transmission networks during the regulatory year.

285PJ_s**6%**

from 2023

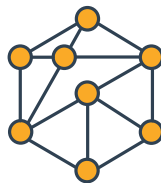


Capacity

The maximum daily quantity that can be delivered through gas transmission networks.

2,859TJ_s/day**8%**

from 2023

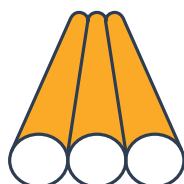


Utilisation

The average utilisation of gas transmission networks as a percentage of capacity during the regulatory year.

27%**5 p.p**

from 2023



Pipeline Length

The total length of pipe in the gas transmission network at the end of the regulatory year.

4,929

km

**51** km

from 2023