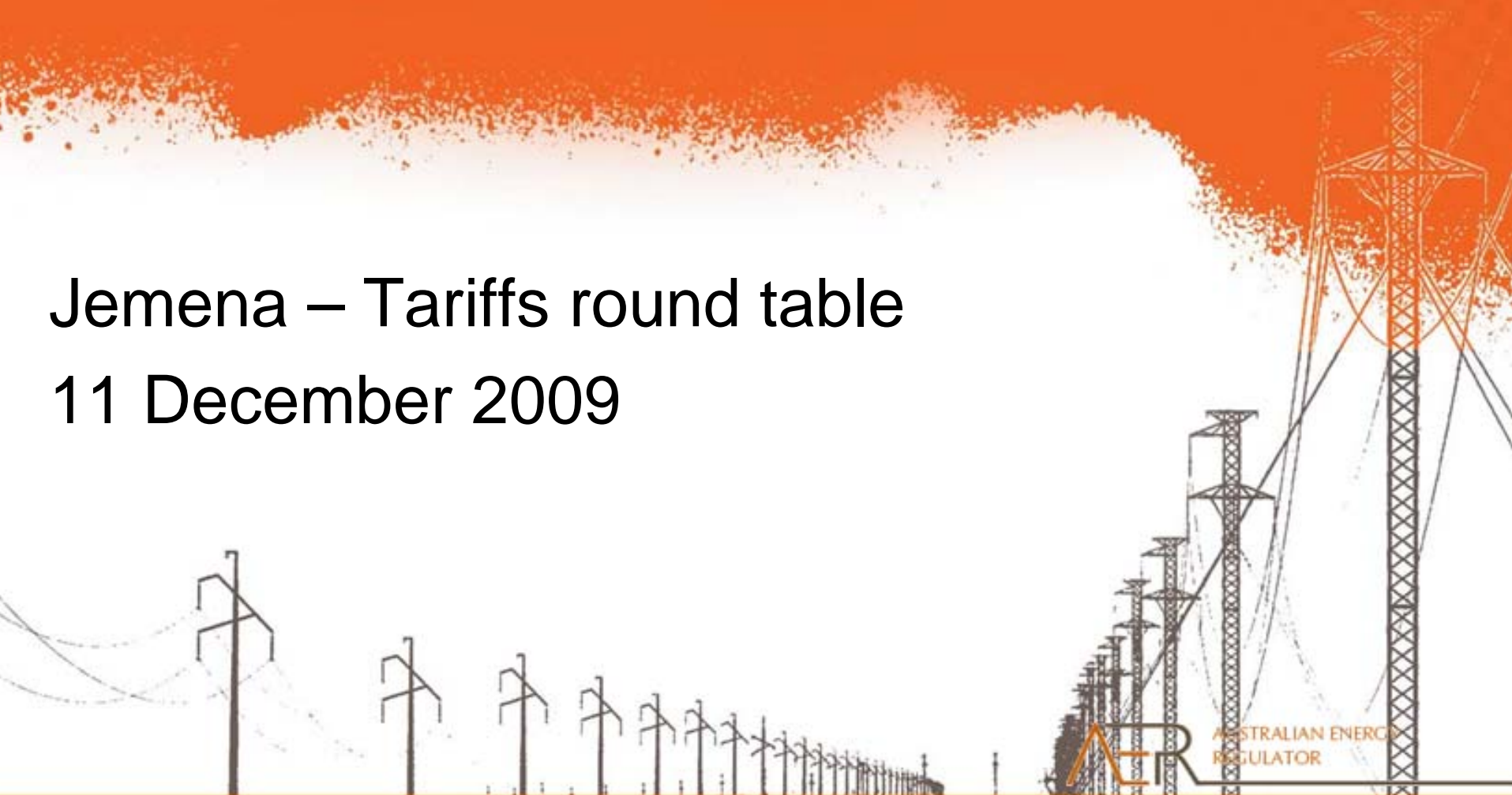


Jemena – Tariffs round table

11 December 2009



Agenda

- AER
 - Overview of Jemena's tariffs proposal
 - Overview of issues arising from submissions
 - NGR tariff setting rules
- Jemena
 - Outline of proposed tariffs and tariff structure
- Discussion of issues

Tariff Structure Change

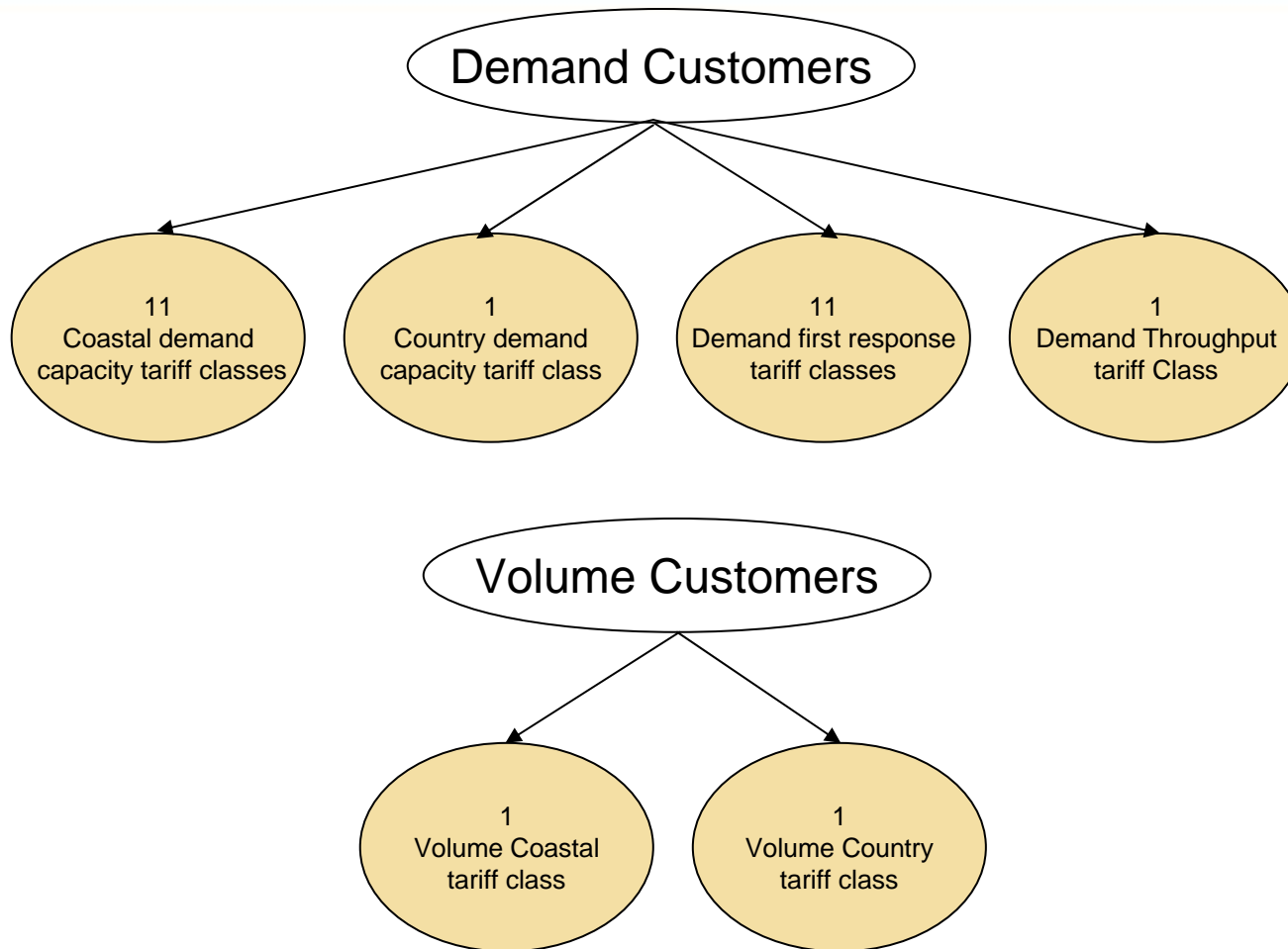
	2005-2010 AA	2010-2015 AA
Haulage Services <u>Demand/Contract</u>	Capacity (based on MDQ and excludes trunk)	Capacity (includes trunk only for coastal customers and based on chargeable demand)
	Throughput (excludes trunk)	Throughput (includes trunk)
	Capped charge	Discounted tariffs (demand first response)
	Trunk (capacity or throughput)	N/A
Haulage Services <u>Volume/Tariff</u>	Volume tariffs (throughput charge plus a fixed charge, excludes trunk)	Volume tariffs (throughput charge plus fixed charge, includes trunk charge only for coastal customers)
	Trunk Charge (coastal customers only)	N/A
Metering Services	Basic Metering (meter dependent)	Basic Metering (MHQ and whether dual or single run dependent)
Gas Swap Services	Offered	Not offered

Haulage tariffs

	Location	2005-2010 AA		2010-15 AA
		Trunk charge	Local network charge	Local network charge
Tariff/Volume	Coastal	Postage stamp	Postage stamp	Postage stamp higher than country tariffs as it includes trunk cost
	Country	N/A		Postage stamp
Contract/Demand	Coastal	Varies with receipt point along trunk	Varies with location in network and between region* in network	Varies with location in network and between region* in network
	Country	N/A	Varies with location in network	Varies with location in network

* Sydney, Newcastle, Wollongong

Proposed Tariff Structure



Demand tariffs*

Demand Capacity Zone	DC-1	DC-7	DC-6
Site location	Horsley Park	Wyong	Kooragang
Trunk Zone	T3	T5	T6
Current AA Annual Charges	317,171	717,939	537,243
Proposed AA Annual Charges	490,912	732,406	310,875
Percentage Difference	54.8 %	2.0 %	-42.1 %

* Based on the submission from EnergyAdvice