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Our Ref:61887, D17/175308Contact Officer:Moston NeckContact Phone:07 3835 4669

18 December 2017

Ms Renate Vogt General Manager of Regulation CitiPower, Powercor & United Energy By email: RVogt@powercor.com.au; FJungerth@powercor.com.au

Dear Ms Vogt

Notice of ring-fencing waiver: Powercor - Ring-fencing waiver application May 2017

The AER issues this notice pursuant to clauses 5.3.1 and 5.7(b) of the AER Electricity Distribution Ring-fencing Guideline, October 2017 (the Guideline).

The AER grants a waiver of Powercor's obligation to comply with clauses 4.2.1, 4.2.2 and 4.2.3 of the Guideline from 18 December 2017 until 31 December 2020 in relation to the following services:

- Alteration and relocation of distributor public lighting assets

- New public lights (new lighting types not subject to a regulated charge and new public lighting at greenfield sites)

Reserve feeder construction

- Collection of meter data, processing and storage of meter data, and provision of access to meter data for type 1-4 metering installations (excluding smart meters)

- Emergency recoverable works
- Installation, repair, and maintenance of watchman lights
- Non-standard connections.

The AER also grants a waiver of Powercor's obligation to comply with clause 4.2.3(a)i. of the Guideline for the use of the Powercor brand (which is included in Powercor Network Services' brand name and branding material) and clause 4.2.3(a) of the Guideline for the

use of the Powercor brand, from 18 December 2017 until 31 December 2019. This is on the condition that:

- the Powercor Network Services, CitiPower and Powercor brands are not used at the time of responding to tenders for non-direct control services;

- in the provision of non-direct control services (other than those services for which a waiver has been granted), the Powercor Network Services, CitiPower and Powercor brands are only used for large commercial and industrial customers;

- staff branded CitiPower and Powercor may not promote the services of CitiPower's/ Powercor's contestable service provider; and

- with the exception of basic forms required for administration, no new advertising, promotional or branding materials, including uniforms, are to be made with the Powercor Network Services brand.

The AER expects Powercor to comply with the Guideline in all other circumstances, and in all other respects.

Powercor is required by clause 5.7 of the Guideline to include this waiver on its waiver register, which must be publicly available on Powercor's website.

Yours sincerely

Scott Sandles A / General Manager Networks

Sent by email on: 18.12.2017