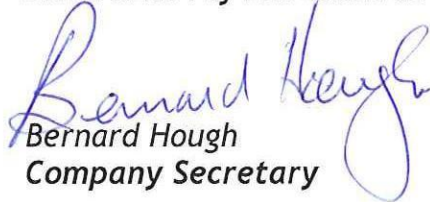




Appendix M

Board Resolution to Self Insure

*I certify that this is a true extract of the Minute approved by the
ElectraNet Pty Ltd Board at a meeting held on 31 May 2007.*


Bernard Hough
Company Secretary

Revenue Reset - Board Resolution to Self Insure

The Board resolved to:

- a) note that ElectraNet's Revenue Proposal to the AER for the five-year regulatory period commencing 1 July 2008 includes a self insurance allowance;
 - b) note the specific risks covered by this allowance which are proposed to be self-insured are:
 - i. Network related events greater than \$20,000 as defined below:
 - Losses for which insurance is commercially unavailable or excluded under a policy of insurance (e.g. transmission lines)
 - Loss events for insured risks below the existing property insurance policy deductible
 - Costs incurred through emergency actions to mitigate losses.
 - ii. Non-network property risks such as vandalism, theft and damage (loss events for insured risks below existing insurance policy deductibles); and
 - iii. Workers compensation costs (ElectraNet is a Workcover SA exempt employer).
 - c) note that undertaking self-insurance for the specified risks does not change ElectraNet's current risk position but rather formalises it; and
 - d) approve ElectraNet self-insuring these specific risk events.
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