

Ref: DM:JC:C1424203

29 October 2010

Mr Warwick Anderson
General Manager
Network Regulation North Branch
Australian Energy Regulator
GPO Box 3131
CANBERRA ACT 2601

Dear Mr Anderson

Annual Compliance Report 2009-10

In accordance with the Australian Energy Regulator's annual compliance order made under s. 48(1) of the National Gas Law (NGL), Country Energy is pleased to submit its Country Energy Gas Networks' Annual Compliance Report for 2009-10.

Please note that it is a requirement for the audited accounts to be tabled in the NSW Parliament prior to public release. We would therefore ask that the AER please contact Country Energy prior to making any information public for the opportunity to confirm that this has happened.

Should you or your officers have any questions in relation to this report please contact David Mattson, Group Manager Compliance, on 02 6589 8492.

Yours sincerely



Peter Williams
**Acting General Manager Regulatory Affairs &
Commercial Strategy**

Att. 1.