

18 January 2008

Mike Buckley
General Manager Network Regulation North
Australian Energy Regulator
PO Box 3131
Canberra ACT 2601

By email: electranet.reset@aer.gov.au

Dear Mike,

ElectraNet Revised Revenue Proposal 2008–09 to 2012–13

Please find attached ElectraNet's revised Revenue Proposal for the five year regulatory control period from 1 July 2008 to 30 June 2013, which is submitted to the AER in accordance with Chapter 6A of the National Electricity Rules (Rules).

On the 28 November 2007, the AER published a draft decision on its transmission determination for ElectraNet (dated 9 November 2007).

ElectraNet has carefully reviewed all of the matters raised by the AER in its draft determination including, in particular, where the AER has made adjustments to ElectraNet's original proposal. In many instances, ElectraNet has implemented the changes required by the draft determination. Where ElectraNet has not fully adopted the AER's draft determination, the revised Revenue Proposal provides additional information, including expert reports, to address the matters raised by the AER and to demonstrate that the revised proposal satisfies the requirements of the Rules.

The specific attachments included with this letter are:

- ElectraNet's revised Revenue Proposal and Appendices;
- AER Submission Guideline templates – cost information;
- AER Submission Guideline templates – other information; and
- Post Tax Revenue Model and Asset Base Roll Forward Model.

ElectraNet submitted a revised proposed pricing methodology on 14 December 2007 in accordance with agreed interim arrangements.

We understand that while the information provided in the revised Revenue Proposal must be verifiable (as defined in 2.7(a) of the Submission Guidelines), verification will take place as part of the AER's review process. ElectraNet expects to provide the AER with additional information to assist its review including revised capital expenditure and operating expenditure forecast models.

ElectraNet's principal contact throughout the revenue review process will continue to be Rainer Korte, who can be contacted on (08) 8404 7983.

Yours sincerely,

A handwritten signature in black ink, appearing to be 'I. Stirling', written over a thin horizontal line.

IAN STIRLING
CHIEF EXECUTIVE OFFICER