TEMPLATE EXPLANATION

This template must be used by Directlink Joint Venture to report service performance information for the 2007 calendar year.

Yellow worksheets (**'Inputs- Performance'** and **'Inputs- Exclusions'**) are for inputs, including performance and exclusion information. Directlink Joint Venture only needs to enter data on these worksheets.

Purple worksheets **'S1' to 'S3'** are the s-factors results based on the performance inputs from the 'Inputs - Performance' worksheet.

Blue worksheet **'Revenue Calculation'** quantifies the appropriate revenue to be applied to the s-factor results adjusted for CPI.

Red worksheet **'Outcomes'** shows the total performance, s-factor and financial incentive results based on Directlink Joint Venture 's performance in 'Inputs-Performance' and 'Revenue Calculation' worksheets.

Orange worksheet **'Exclusion Definitions'** are the defined exclusions for Directlink Joint Venture which should form the basis of exclusion requests under 'Inputs-Exclusions' worksheet.

DIRECTLINK - SERVICE STANDARDS PERFORMANCE

PERFORMANCE PARAMETER	S	Performance (Without exclusions)	Performance (With exclusions)
Scheduled circuit availability	S1	99.589295%	99.589295%
Forced peak circuit availability	S2	86.726725%	86.726725%
Forced off peak circuit availability	S3	93.258054%	93.269850%

Date prepared:	8 February 2008
Revision date:	8 February 2008

NOTES:

Pink cells- Input performance without exclusions from performance data

Orange cells- Input performance with exclusions from performance data

Green cell- input date that template data was entered. Enter date of any revisions from original version.

Performance should be measured on a calendar year basis.

DIRECTLINK - Proposed exclusions

CIRCUIT AVAILABILITY		Event proposed for exclusion	Description of the event and its impact on the network and performance	Cause of the event	Start date	Start time	End date	End time	Circuits affected	Quantitative impact	Capped impact	Reasons for exclusion request	Further references
		Name of the event	A brief outline of the event. Such as: the action of any third parties, the actions of the TNSP, assets damaged or interrupted.	A brief description of the cause of the event	Start date and time of event	End date and time of event			Name of circuit affected	Number of hours, mins etc interrupted	Impact following any cap (if applicable)	Full details of the reasons for excluding this event. Should include a reference to the defined exclusions and explain how it meets this exclusion definition (see Exclusion definition tab). Eg. Exclusion 1.2 Third party event	A TNSP may provide further details of an exclusion event. TNSP to provide reference.
		Name of any circuit availability parameters applying to Directlink											
S1	Scheduled Circuit Availability												
S2	Forced Peak Circuit Availability	Auxiliary Power Supply from Mullumbimby substation failed.			9/04/07	13:29:00	9/04/07	16:35:00	Directlink Pole 1	0:00:00		1.2 Third Party Outage	
S3	Forced Off Peak Circuit Availability	Auxiliary Power Supply from Mullumbimby substation failed.			9/04/07	13:29:00	9/04/07	16:35:00	Directlink Pole 1	3:06:00			

NOTES:

This worksheet should include a list all events that are proposed for exclusion.

Each proposed exclusion should include a description of the event, a description of the impact and quantification of the impact on the network and performance. The descriptive elements should also include reasons for the exclusion request making reference to the "Exclusion Definitions" worksheet.

Each exclusion should be entered onto one row for each parameter. Where one exclusion event applies to more than one parameter, the relevant details of the event should be entered under each of the parameter headings.

The TNSP must provide details for all events requested for exclusion in this template. In the event that the TNSP wishes to provide further details of an exclusion, this should be provided with the TNSP's performance report. The source of information should be referenced in this template.

Green cells - input description impact

Orange cells - input reasons for the exclusion request

DIRECTLINK- S1 - Scheduled circuit availability

Performance Targets	Graph start	Collar	Target	Cap	Graph end
Scheduled circuit availability	98.00%	98.90%	99.45%	100.00%	100.00%
Weighting	-0.30%	-0.30%	0.00%	0.30%	0.30%

Performance Formulae		Formulae					Conditions					S- Calc 1	S- Calc 2
Performance	=	-0.003000					When:	Availability	<	98.90%		-0.003000	-0.003000
	=	0.545455	x	Availability	+	-0.542455	98.90% ≤	Availability	≤	99.45%		0.000760	0.000760
	=	0.545455	x	Availability	+	-0.542455	99.45% ≤	Availability	≤	100.00%		0.000760	0.000760
	=	0.003000					100.00% <	Availability				0.003000	0.003000

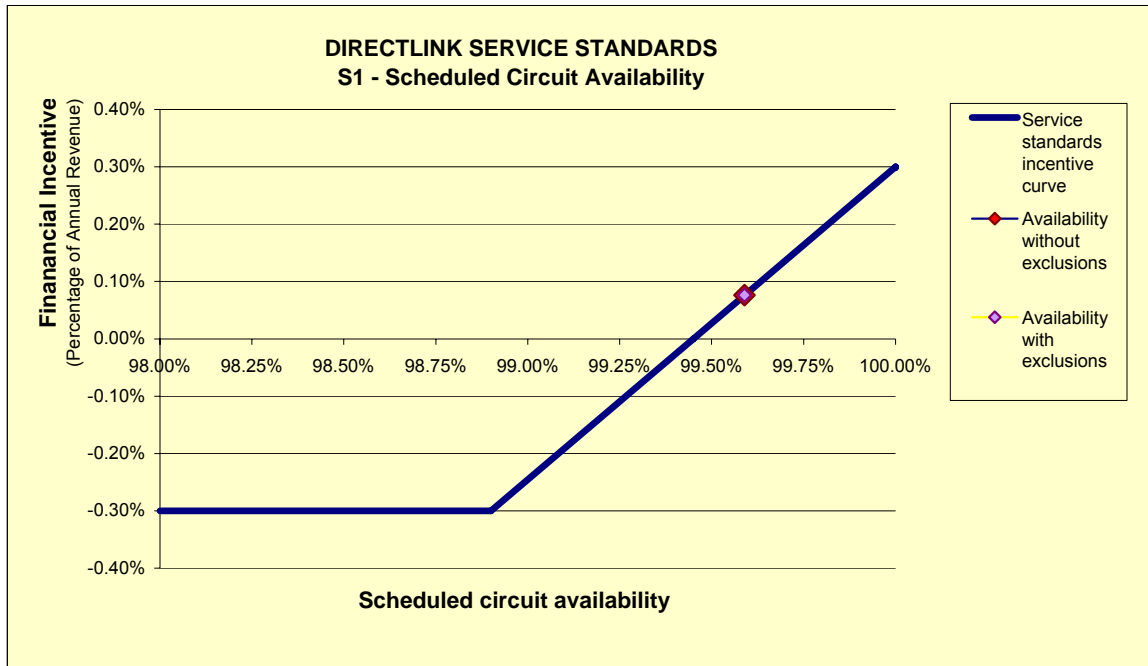| Performance Outcomes		Performance (Without Exclusions)	Performance (Exclusions)
Scheduled circuit availability	=	99.589295%	99.589295%
S-Factor Result	=	0.075979%	0.075979%

NOTE: This sheet will automatically update based on data in input sheets.

Blue cells show TNSP's performance targets and weightings.

Yellow/Green cells show TNSP's performance formulae and related formula conditions based on performance targets and weightings

Pink cells show TNSP performance outcomes without any events excluded from performance data

Orange cells show TNSP's performance outcomes with events excluded from performance data

**DIRECTLINK SERVICE STANDARDS
S1 - Scheduled Circuit Availability**

Financial Incentive (Percentage of Annual Revenue) vs Scheduled circuit availability

Legend:
- Service standards incentive curve
- Availability without exclusions
- Availability with exclusions

DIRECTLINK- S2 - Forced Peak Circuit Availability

Performance Targets	Graph start	Collar	Target	Cap	Graph end
Forced peak circuit availability	98.00%	98.47%	99.23%	100.00%	100.00%
Weighting	-0.35%	-0.35%	0.00%	0.35%	0.35%

Performance Formulae		Formulae					Conditions				S- Calc 1	S- Calc 2
Performance	=	-0.003500				When:	Availability	<	98.47%		-0.003500	-0.003500
	=	0.460526	x	Availability	+	-0.456980	98.47%	≤	Availability	≤ 99.23%	-0.057581	-0.057581
	=	0.454545	x	Availability	+	-0.451045	99.23%	≤	Availability	≤ 100.00%	-0.056833	-0.056833
	=	0.003500					100.00%	<	Availability		0.003500	0.003500

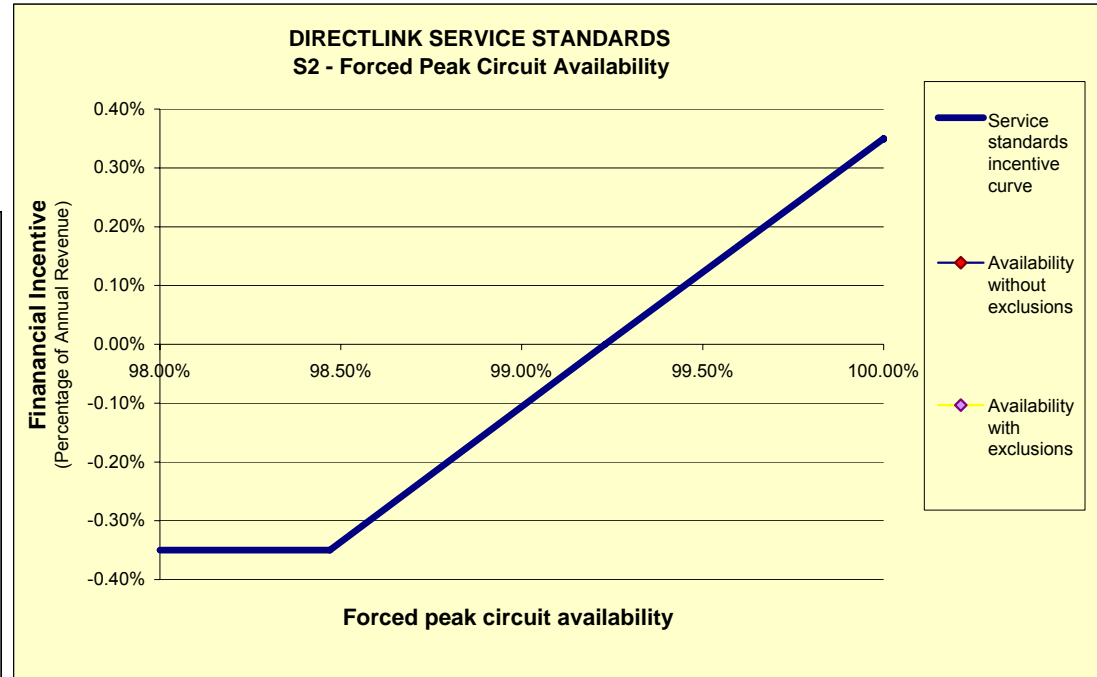| Performance Outcomes		Performance (Without Exclusions)	Performance (Exclusions)
Forced peak circuit availability	=	0.867267	0.867267
S-Factor	=	-0.003500	-0.003500

NOTE: This sheet will automatically update based on data in input sheets.

Blue cells show TNSP's performance targets and weightings.

Yellow/Green cells show TNSP's performance formulae and related formula conditions based on performance targets and weightings

Pink cells show TNSP performance outcomes without any events excluded from performance data

Orange cells show TNSP's performance outcomes with events excluded from performance data

DIRECTLINK SERVICE STANDARDS
S2 - Forced Peak Circuit Availability

Legend:
— Service standards incentive curve
—◆— Availability without exclusions
—◇— Availability with exclusions

DIRECTLINK- S3 - Forced off peak circuit availability

Performance Targets	Graph start	Collar	Target	Cap	Graph end
Forced off peak circuit availability	98.00%	98.47%	99.23%	100.00%	101.00%
Weighting	-0.35%	-0.35%	0.00%	0.35%	0.35%

Performance Formulae		Formulae					Conditions			S- Calc 1	S- Calc 2
Performance	=	-0.003500				When:	Availability	<	98.47%	-0.003500	-0.003500
	=	0.460526	x	Availability	+	-0.456980	98.47% ≤	Availability	≤	99.23%	-0.027502	-0.027448
	=	0.454545	x	Availability	+	-0.451045	99.23% ≤	Availability	≤	100.00%	-0.027145	-0.027092
	=	0.003500					100.00% <	Availability			0.003500	0.003500

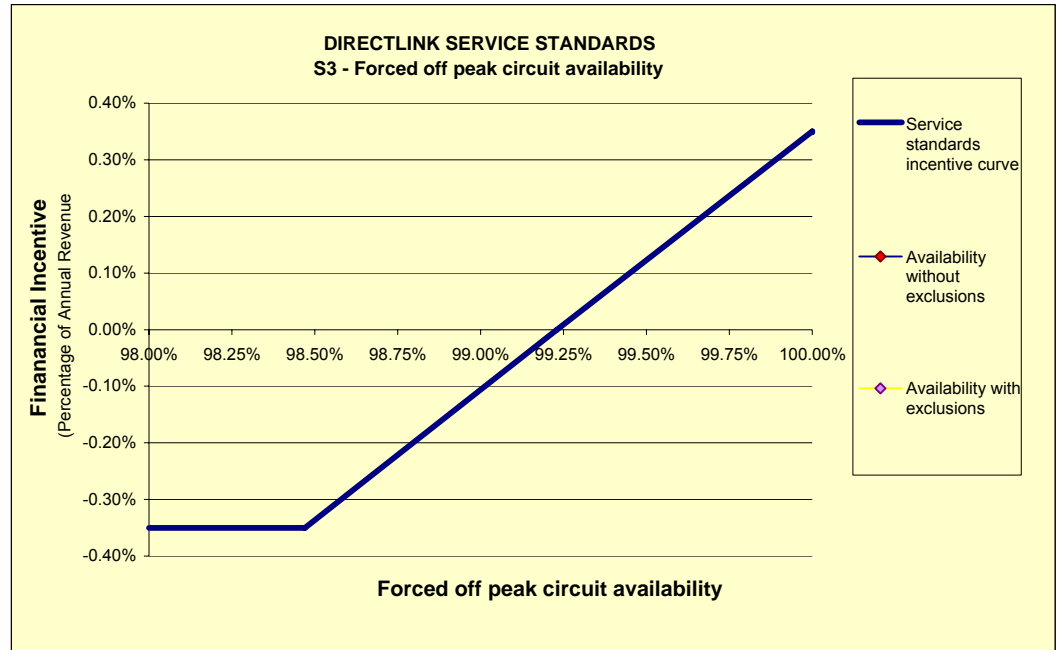| Performance Outcomes		Performance (Without Exclusions)	Performance (Exclusions)
Forced off peak circuit availability	=	0.932581	0.932699
S-Factor	=	-0.003500	-0.003500

NOTE: This sheet will automatically update based on data in input sheets.

Blue cells show TNSP's performance targets and weightings.

Yellow/Green cells show TNSP's performance formulae and related formula conditions based on performance targets and weightings

Pink cells show TNSP performance outcomes without any events excluded from performance data

Orange cells show TNSP's performance outcomes with events excluded from performance data

DIRECTLINK SERVICE STANDARDS
S3 - Forced off peak circuit availability

Legend:
— Service standards incentive curve
—♦— Availability without exclusions
—♦— Availability with exclusions

DIRECTLINK - Revenue calculation

Revenue cap information	
Base revenue (AR)	$ 11,750,000
Base year	2005-06
X-factor	1.31%
Date of conversion	21-Mar-06
Start of 2006-07 financial year	1-Jul-06

	Dec-04	Dec-05	Dec-06	Dec-07
	146.5	150.6	155.5	160.1
	2005-06	2006-07	2007-08	2008-09
	$ 3,283,562	$ 11,918,407	$ 12,144,979	$ 12,340,446

Annual revenue adjusted for CPI	Mar-05	Mar-06	Mar-07	Mar-08
CPI	147.5	151.9	155.6	
	2005-06	2006-07	2007-08	2008-09
AR	$ 3,283,562	$ 11,941,992	$ 12,072,626	$ -

Calendar year revenue	2006	2007
Revenue	$ 9,254,558	$ 12,007,309

NOTES:

This sheet will automatically update based on data on input sheets.

Grey cells show calendar year revenue

Green cells are for formula

DIRECTLINK - Performance outcomes

Revenue calendar year ($)	$12,007,309

Performance parameters	S	Target	Performance without exclusions			Performance with exclusions			Impact of exclusions
			Performance	S-Factor	Final Incentive	Performance	S-Factor	Final Incentive	
Scheduled circuit availability	S1	99.45%	99.589295%	0.075979%	$9,123	99.589295%	0.075979%	$9,123	0.000000%
Forced peak circuit availability	S2	99.23%	86.726725%	-0.350000%	-$42,026	86.726725%	-0.350000%	-$42,026	0.000000%
Forced off peak circuit availability	S3	99.23%	93.258054%	-0.350000%	-$42,026	93.269850%	-0.350000%	-$42,026	0.000000%
TOTALS				-0.624021%	-$74,928		-0.624021%	-$74,928	0.000000%

NOTE:
This sheet will automatically update based on data in input sheets.

Grey cell shows relevant calendar year revenue

Green cells show performance measure targets

Pink cells show performance, s-factor results and financial incentive without exclusions

Orange cells show performance, s-factor results and financial incentive with exclusions

Blue cells show the impact of exclusions on revenue

Aggregate outcome	
S-factor	-0.624021%
Bonus (penalty)	-$74,928
Financial year to affect revenue	2008-09

DIRECTLINK - Defined exclusions

No.	Parameter 1- Scheduled Circuit Availability		Reference
	Defined exclusions	Further description of exclusion	Reference
1.1	Unregulated transmission assets		Appendix B revenue cap decision
1.2	3rd party outage	Any outages caused by a 3rd party such as intertrip signals, generator outage, customer installation	Appendix B revenue cap decision
1.3	Force majeure events		Appendix B revenue cap decision
	Parameter 2- Forced Peak Circuit Availability		
	Defined exclusions	Further description of exclusion	Reference
2.1	Unregulated transmission assets		Appendix B revenue cap decision
2.2	3rd party outage	Any outages caused by a 3rd party such as intertrip signals, generator outage, customer installation	Appendix B revenue cap decision
2.3	Force majeure events		Appendix B revenue cap decision
	Parameter 3- Forced Off Peak Circuit Availability		
	Defined exclusions	Further description of exclusion	Reference
3.1	Unregulated transmission assets		Appendix B revenue cap decision
3.2	3rd party outage	Any outages caused by a 3rd party such as intertrip signals, generator outage, customer installation	Appendix B revenue cap decision
3.3	Force majeure events		Appendix B revenue cap decision