

08 March 2011

Mr Chris Pattas  
General Manager  
Network Regulation South  
Australian Energy Regulator  
GPO Box 520  
Melbourne VIC 3001



Dear Mr Pattas

**ENERGEX Distribution Loss Factors for 2011-12**

Under clause 3.6.3(i) of the National Electricity Rules, ENERGEX is required to provide distribution loss factors (DLFs) to AEMO for publication by 1 April each year. The clause requires these DLFs to be approved by the Australian Energy Regulator prior to receipt by AEMO.

Consistent with the requirements set out in AER Communication No. 349 dated 25 November 2010, please find attached:

- ENERGEX's 2011-12 Proposed DLFs determined following calculation per ENERGEX's published methodology;
- a copy of the current published methodology with which ENERGEX DLFs were calculated; and
- a letter from independent consultants, Intelligent Energy Systems, to confirm that the DLFs calculated by ENERGEX are consistent with the published methodology.

ENERGEX looks forward to approval of its Proposed DLFs by 24 March 2011, for subsequent provision, to AEMO.

If you have any further questions concerning this matter, please contact Mick Ryan, Regulatory Affairs Manager - Operations, on (07) 3664 4125.

Yours sincerely

A handwritten signature in black ink that reads "Kevin Kehl".

Kevin Kehl  
Executive General Manager – Strategy and Regulation

Attachment

**Enquiries**  
Mick Ryan  
**Telephone**  
(07) 3664 4125  
**Facsimile**  
(07) 3664 9818  
**Email**  
mickryan  
@energex.com.au

**Corporate Office**  
26 Reddacliff Street  
Newstead Qld 4006  
GPO Box 1461  
Brisbane Qld 4001  
Telephone (07) 3664 4000  
Facsimile (07) 3025 8301  
www.energex.com.au

ENERGEX Limited  
ABN 40 078 849 055