Independent auditor’s report to the management of Endeavour Energy on the Endeavour Energy’s DNSP Reset RIN Templates for the years ended 30 June 2009, 30 June 2010, 30 June 2011, 30 June 2012 and 30 June 2013 - Actual Information

Report on the Reset RIN Templates
We have audited the accompanying DNSP Reset RIN Templates – Actual Information (the “Reset RIN Templates”), being a special purpose financial report, of Endeavour Energy (the “Company”), which comprises the following:

- Schedules for the years ended 30 June 2009, 2010, 2011, 2012 and 2013:
  - Template ‘2.1 Expenditure summary and reconciliation’
  - Template ‘2.2 Repex’
  - Template ‘2.3 Augex’
  - Template ‘2.4 Augex model’
  - Template ‘2.5 Connections’
  - Template ‘2.6 Non-network’
  - Template ‘2.7 Vegetation management’
  - Template ‘2.8 Maintenance’
  - Template ‘2.9 Emergency Response’
  - Template ‘2.10 Overheads’
  - Template ‘2.11 Labour’
  - Template ‘2.12 Input tables’
  - Template ‘2.13 Provisions’
  - Template ‘2.15 Insurance & Self-insurance’
  - Template ‘4.1 Public Lighting’
  - Template ‘4.2 Metering’
  - Template ‘7.4 Shared Assets’
  - Template ‘7.5 EBSS’

- the accompanying Basis of Preparation

Scope Exclusion
The scope of our work did not include:

a) Any information within the general ledger used to produce the audited statutory accounts
b) Any forecast information presented within the Reset RIN Templates
c) Any non-financial information presented within the Reset RIN Templates
d) All other Sections within the Reset RIN Templates

Management’s responsibility for the Reset RIN Templates
Management of the company are responsible for the preparation of the Reset RIN Templates and have determined that the Basis of Preparation which forms part of the financial report, is appropriate to

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meet the needs of Regulatory Information Notice dated 7 March 2014 issued by the Australian Energy Regulator and is appropriate to meet the needs of the Australian Energy Regulator.

Management’s responsibility also includes such internal control as management of the company determine is necessary to enable the preparation of Reset RIN Templates that are free from material misstatement, whether due to fraud or error.

**Auditor’s responsibility**

Our responsibility is to express an opinion on the Reset RIN Templates based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the Reset RIN Templates are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Reset RIN Templates. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Reset RIN Templates, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Reset RIN Templates in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control.

An audit also includes evaluating the appropriateness of Basis of Preparation used and the reasonableness of estimates made by management, as well as evaluating the overall presentation of the Reset RIN Templates.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Auditor’s opinion**

In our opinion, the Reset RIN Templates of Endeavour Energy presents fairly, in all material respects, the following elements:

- Templates for the years ended 30 June 2009, 2010, 2011, 2012 and 2013:
  - Template ‘2.1 Expenditure summary and reconciliation’
  - Template ‘2.2 Repex’
  - Template ‘2.3 Augex’
  - Template ‘2.4 Augex model’
  - Template ‘2.5 Connections’
  - Template ‘2.6 Non-network’
  - Template ‘2.7 Vegetation management’
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in accordance with the requirements of the Regulatory Information Notice dated 7 March 2014, and the accompanying Basis of Preparation.

**Basis of accounting and restriction on distribution and use**

Without modifying our opinion, we draw attention to the accompanying Basis of Preparation of the Reset RIN Templates, which describes the basis of preparation. The Reset RIN Templates have been prepared by management for the Australian Energy Regulator for the purpose of fulfilling the requirements of the Regulatory Information Notice dated 7 March 2014 issued by the Australian Energy Regulator. As a result, the Reset RIN Templates may not be suitable for another purpose. Our report is intended solely for the management of Endeavour Energy and the AER and should not be distributed to other parties without our express written consent.

Andrew McPherson  
Partner  

PricewaterhouseCoopers  

Sydney  
29 May 2014