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Envestra lodges appeals against AER's Final Decisions for South Australia and Queensland

Envestra has lodged appeals to the Australian Competition Tribunal against the Final Determinations issued by the Australian Energy Regulator (AER) in respect to the Company's South Australian and Queensland Access Arrangements for the period 2011 to 2016.

The appeals are in respect of the following matters:

- The exclusion from future tariffs of certain management fees paid to the Company's contractor, APA Asset Management;
- The exclusion from future tariffs of part of the cost of gas (System Use Gas) used in the operation of the networks; and
- The basis of the AER's calculation of the weighted average cost of capital.

The matters subject to the appeals have a potential financial value to Envestra of up to \$100 million over the next five years. However, any financial effect will depend on the outcomes of the appeals process.

The timing of the appeals (if granted) is a matter to be determined by the Australian Competition Tribunal. However, the Company would expect the matters to be heard towards the end of 2011.

For further information contact:

Envestra Limited

Des Petherick, Company Secretary and Manager Corporate Services
Andrew Staniford, Group Manager Commercial

Telephone: (08) 8418 1114
0403 056 540
0438 897 174