

29 June 2011

## Envestra Executes \$350M US Private Placement Bond Issue

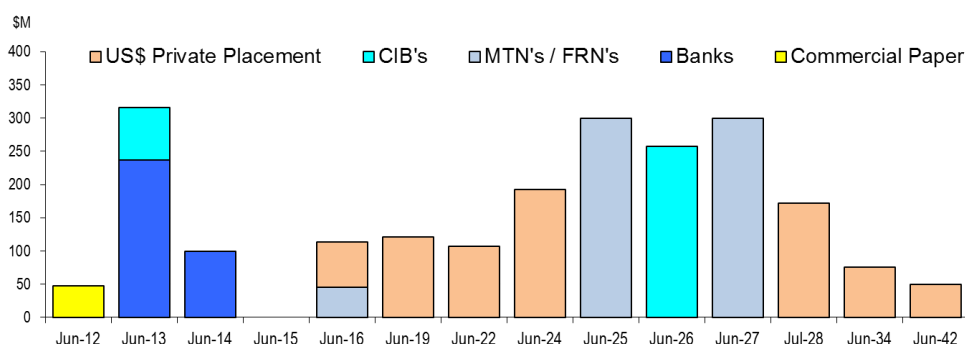
Envestra Limited today executed an Agreement with seven US private placement investors to issue the equivalent of A\$350 million of bonds with maturities of 10 years (A\$108M), 12 years (A\$192M) and 30 years (A\$50M).

The bonds are denominated in either US or Australian dollars and are to be issued in two tranches on 28 June and 12 July 2011. The US dollar denominated debt has been swapped to Australian dollars so that no foreign currency risk arises during the term of the bonds.

The funds will be used to refinance existing shorter term revolving bank facilities.

US long-dated private placement bonds now represent close to one third of Envestra's total debt portfolio. The average duration of the Company's debt portfolio will increase to close to 11 years following receipt of the funds. The projected debt maturity profile for the Envestra Group at 31 July 2011 is shown below.

Projected Group Debt Maturity Profile as at 31 July 2011



Envestra has no further term debt maturities until July 2012, when \$80 million of Capital Indexed Bonds and \$240 million of bank facilities are due to mature. The Company expects to have the refinancing arrangements for these maturities finalised by early 2012.

*The securities referenced above will not be registered under the United States Securities Act of 1933 and may not be offered or sold in the United States absent registration or an applicable exemption from registration requirements.*

For further information:

Greg Meredith: Group Manager Treasury and Planning

Des Petherick: Company Secretary

Telephone: 08 8227 1500

