

13 June 2008



Dr John Tamblyn
Chair
Australian Energy Market Commission
PO Box H166
AUSTRALIA SQUARE NSW 1215

Dear Dr Tamblyn

AEMC Rule Change – Weighted Average Cost of Capital (WACC)

ENERGEX appreciates the opportunity to respond to the Australian Energy Market Commission's (AEMC) request for comments on the proposed rule change to align the AER's Review of the WACC Parameters for Transmission and Distribution.

ENERGEX supports the proposed alignment of the electricity transmission and distribution cost of capital reviews. Given that the reviews are in relation to common issues of parameter establishment and detailed methodology, alignment is a sensible approach. ENERGEX is of the view that the proposed rule change will result in a more efficient, robust and cost-effective review process.

ENERGEX agrees that the proposed Rule change is non-controversial, and supports expedited consideration by the AEMC.

Should you have any queries in relation to the above please do not hesitate to contact me directly on (07) 3247 6409.

Yours sincerely

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

Kevin Kehl
Director Revenue Strategy



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