

Ref: CW:JC:C1250120

15 March 2010

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

Dear Mr Pattas

Distribution Loss Factors (DLFs) for 2010-11

Country Energy has reviewed our Distribution Loss Factors (DLFs) based on data from the most recent available continuous 12 month period. Country Energy has engaged a consultant to review all DLFs for 2010-11 and the majority of site specific DLFs for this period have seen a slight decrease. This has resulted in a small increase to the general low voltage DLF forecast for 2010-11.

Site Specific DLFs

Class or NMI	DLF Code	Current DLF 2009-10	Proposed DLF 2010-11
NAAAOOAC11	BS33	1.0934	1.0933
NAAAOOAC14	BS34	1.0934	1.0933
NAAA00AD65	BS35	1.0157	1.0259
NTTTWORU20	BS37	1.0000	1.0000
NAAANRAB50	BS38	1.0114	1.0122
NAAAOOAC21	BS39	1.0211	1.0133
NAAANRAA01	BS41	1.1009	1.0933
NTTTWOW110	NONE	1.0000	1.0000
4001151659	BS43	0.9790	0.9887
NFFFNRKU39	BS44	0.9927	0.9861
4001175717	BS45	1.0925	1.0816
4508034707	BS46	1.0550	1.0445
4001210762	BS48	0.9903	0.9994

General DLFs

Class or NMI	DLF Code	Current DLF 2009-10	Proposed DLF 2010-11
Low Voltage	BLOA, DLDL, DLD2, DLD6, DLGB, DLGD	1.0918	1.0996
LV & Metered at CE Substation	BL5A	1.0483	1.0471
High Voltage Line	BHOA	1.0388	1.0376
High Voltage Substation	BH5A	1.0365	1.0261
Subtransmission	BSOA	1.0281	1.0179

An independent review report prepared for the Australian Energy Regulator by Intelligent Energy Systems is attached.

If you have any questions or require any further information in relation to our proposed DLFs, please do not hesitate to contact me on 02 6338 3553.

Yours sincerely

Catherine Waddell

Group Manager Regulated Pricing

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Attachment 1: Intelligent Energy Systems' Independent Review Report