

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE AUSTRALIAN ENERGY REGULATOR

Report on items included in regulatory templates

We have reviewed the Actual Financial and Non-Financial Information for the regulatory years ended 30 June 2011 through 30 June 2013 in the attached worksheets forming part of the regulatory templates as follows:

- Worksheets titled '7.7. Services, Indicative Prices' included in the estimated, actual and consolidated regulatory templates.
- The corresponding sections of the 'Basis of Preparation'.

The regulatory templates have been prepared by SA Power Networks' Management for submission to the Australian Energy Regulator ("the AER") as required by Regulatory Information Notice issued under section Division 4 of Part 3 of the National Electricity (South Australia) Law.

Management's Responsibility for the Regulatory Templates

Management is responsible for the preparation of the regulatory templates and has determined that the basis of preparation used is appropriate to the needs of the Australian Energy Regulator. This responsibility includes establishing and maintaining internal control relevant to the preparation of the regulatory templates that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the regulatory templates based on our review. We have conducted our review in accordance with Standard on Review Engagements ASRE 2405 Review of Historical Financial Information Other than a Financial Report and ASAE 3000 Assurance Engagements Other Than Audits or Reviews of Historical Financial Information in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the specified information in the regulatory templates is not prepared, in all material respects, in accordance with the Regulatory Information Notice under Division 4 of Part 3 of the National Electricity Law issued to SA Power Networks on 25 August 2014 by the Australian Energy Regulator, and the corresponding sections of the Basis of Preparation prepared by SA Power Networks

ASRE 2405 and ASAE 3000 require us to comply with the requirements of the applicable code of professional conduct of a professional accounting body.

A review consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the specified Actual Financial and Non-Financial Information in worksheets titled '7.7 Services, indicative prices' forming part of the regulatory templates to be provided to the Australian Energy Regulator under the Regulatory Information Notice issued under section Division 4 of Part 3 of the National Electricity (South Australia) Law is not prepared, in all material respects, in accordance with the Regulatory Information Notice under Division 4 of Part 3 of the National Electricity Law issued to SA Power Networks on 25 August 2014 by the Australian Energy Regulator, and the corresponding sections of the Basis of Preparation prepared by SA Power Networks.

A handwritten signature in blue ink that reads 'BDO'.

BDO Audit (SA) Pty Ltd

A handwritten signature in blue ink that reads 'G K Edwards'.

G K Edwards
Director

Adelaide, 21st October 2014