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29 May 2007



Ms Dora Guzeleva Manager Market Administration Independent Market Operator PO Box 7096 CLOISTERS SQUARE WA 6850

Dear Dora

RC 2007-05

I refer to your letter dated 21 May 2007 seeking System Management's comment regarding RC 2007-05, a rule change concerning the reserve capacity refund shortfall formula.

We understand the prospective rule amendments are to correct an anomaly created by a previous rule change. Therefore System Management has no issue with this modification.

Please contact me on 9427 4248 if I can assist further

Yours sincerely

K. W. Brown

Ken Brown

General Manager, System Management

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