

Doug Aberle Managing Director

2 April 2007

Mr Lyndon Rowe
Chairman
Economic Regulation Authority
Level 6, 197 St Georges Terrace
Perth WA 6000

Dear Lyndon

AMENDED PROPOSED ACCESS ARRANGEMENT

I am pleased to provide to you, in accordance with the timetable and other requirements set out in the Electricity Networks Access Code 2004, Western Power's:

- Response to the Authority's Required Amendments in its Final Decision;
- Amended Proposed Access Arrangement;
- Amended Access Arrangement Information; and
- Draft Technical Rules (version dated 24 March 2007), as presently being reviewed by the Authority.

An electronic (pdf) version and one printed copy of the submission documents are enclosed. In addition, we are pleased to provide you with MSWord versions of the Amended Access Arrangement and Amended Access Arrangement Information documents, showing the revisions that have been made to the documents submitted by Western Power on 19 May 2006, to address the Required Amendments set out in the Authority's Final Decision. We trust that the provision of these revision-marked documents will assist in your detailed review process.

As you are aware, Western Power has worked constructively with the Authority to understand and respond to the Authority's Final Decision and its Required Amendments. In the vast majority of cases, Western Power has accepted the Authority's required amendments in full, and amended its proposed access arrangement accordingly. In the remaining cases, Western Power has carefully addressed the Authority's concerns and has explained how the revised documentation achieves the outcomes sought by the Authority. In all instances, Western Power has ultimately been guided by the requirements of the Code and the Code objectives.

In addition to the Required Amendments set out in the Final Decision, the Authority has suggested that Western Power may wish to consider amending its proposed access arrangement to enable the adjustment of revenues (for any differences between forecast and actual capital contributions) to be made over more than one future access arrangement periods, and that the Authority would be receptive to such a proposal in the Amended Proposed Access Arrangement. Consequently, Western Power has proposed a further minor amendment in this regard as detailed in the submission documents.

We have, of course, also taken the opportunity to make minor editorial corrections to the documents as appropriate.

Lyndon, I believe that this submission fully addresses the Authority's Final Decision and Western Power looks forward to the Authority's approval of the Access Arrangement in the very near future.

Yours sincerely

DOUG ABERLE
MANAGING DIRECTOR