

15 June 2007

Mr M Geaney Assistant Director of Licensing Economic Regulation Authority of WA PO Box 8469 Perth Business Centre WA 6849

Dear Sir

## ADDITION OF KALBARRI WIND FARM TO GENERATION LICENCE EGL 7

Electricity Generation Corporation, trading as Verve Energy, is proposing to build and operate a small (1.6MW) wind farm at Kalbarri WA. The wind farm will consist of 2 Enercon E48 800kW wind turbines directly connected to the distribution network near Kalbarri.

The facility will be located on private land at Lot 11, George Grey Drive, Yallabatharra, approximately 25km South of the Kalbarri township. Verve have negotiated with the land owner access rights to the roads into the wind farm area, the footprint area of the wind turbines and an area extending 350 meters in radius from the wind turbines.

Planning, environmental and other development approvals have either been obtained or are in an advanced stage of being obtained.

Network connection and access arrangements are currently being negotiated with Western Power. The network access agreement will stipulate the supply quality requirements. Generally the electricity supply quality from this facility will meet or exceed the requirements contained in the Electricity (Supply Standards and System safety) Regulations 2001.

The intended services and market of this facility will be sale of electricity, capacity credits and renewable energy certificates through a bilateral contract.

The following table provides some additional technical detail in relation to this facility.

Location	Lot 11 George Grey Dr, Yallabatharra WA
Rated Capacity (MW)	1.6
Expected max output (MW)	1.6
Life Expectancy (years)	20
Fuel Type	Wind
Expected Start Date	Last quarter 2007
Commence Construction	July 2007
Complete Commissioning	September 2007
Commercial Operation	October 2007

Day to day operation and maintenance services will be undertaken by the original equipment manufacturer's wholly owned subsidiary service company.

Verve Energy will use the same asset management system, methods and procedures to manage this facility as it does for its other facilities, as advised in its original licence application.

Please find attached a drawing showing the location of the facility.

If you have any queries regarding this application please give me a call on 08 9424 1826.

Yours sincerely

KEN LITTLEWOOD MANAGER SUSTAINABLE ENERGY ASSETS TRADING AND SUSTAINABLE ENERGY

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