

Network Waitaki advises that wholesale charges to electricity retailers will change from 1 April 2013:

| Distribution Charges (excl GST)  |  |          |         |                   |         |                            |                |                 |
|--|--|----------|---------|-------------------|---------|----------------------------|----------------|-----------------|
| Fixed Charges  |  | Current  | Changes | From 1 April 2013 |         |                            |                | No of Consumers |
| Code   | Load Group Description                 |          |         | New (\$)          |         | Non-Discretionary Discount |                |                 |
|  |  |          |         | Per Annum         | Per Day | Per Annum                  | Per Day        |                 |
| DLU15U   | Domestic Low User 15U (previously DLU) | 34.75    | -       | 34.75             | 0.09521 | 29.75                      | 0.08151        | 416             |
| DLU15C   | Domestic Low User 15C (previously DLU) | 34.75    | -       | 34.75             | 0.09521 | 29.75                      | 0.08151        | 2870            |
| DLU30U   | Domestic Low User 30U (previously DLU) | 34.75    | -       | 34.75             | 0.09521 | 29.75                      | 0.08151        | 3               |
| DLU30C   | Domestic Low User 30C (previously DLU) | 34.75    | -       | 34.75             | 0.09521 | 29.75                      | 0.08151        | 32              |
| DLU50U   | Domestic Low User 50U (previously DLU) | 34.75    | -       | 34.75             | 0.09521 | 29.75                      | 0.08151        | 0               |
| DLU50C   | Domestic Low User 50C (previously DLU) | 34.75    | -       | 34.75             | 0.09521 | 29.75                      | 0.08151        | 2               |
| 15U  | 0 - 15kVA                              | 96.34    | -       | 96.34             | 0.26395 | 91.34                      | 0.25025        | 1712            |
| 15C  | 0 - 15kVA Controlled                   | 84.75    | -       | 84.75             | 0.23219 | 79.75                      | 0.21849        | 5566            |
| 30U  | 16 - 30kVA                             | 107.45   | -       | 107.45            | 0.29438 | 99.93                      | 0.27378        | 483             |
| 30C  | 16 - 30kVA Controlled                  | 96.34    | -       | 96.34             | 0.26395 | 91.34                      | 0.25025        | 189             |
| 50U  | 31 - 50kVA                             | 140.80   | -       | 140.80            | 0.38575 | 130.94                     | 0.35875        | 681             |
| 50C  | 31 - 50kVA Controlled                  | 133.39   | -       | 133.39            | 0.36545 | 128.39                     | 0.35175        | 121             |
| 100  | 51 - 100kVA                            | 177.86   | -       | 177.86            | 0.48729 | 165.41                     | 0.45318        | 278             |
| 200  | 101 - 200kVA                           | 344.60   | -       | 344.60            | 0.94411 | 320.48                     | 0.87802        | 89              |
| 300  | 201 - 300kVA                           | 459.46   | -       | 459.46            | 1.25879 | 427.30                     | 1.17068        | 43              |
| 500  | 301 - 500kVA                           | 615.09   | -       | 615.09            | 1.68518 | 572.03                     | 1.56722        | 18              |
| 750  | 501 - 750kVA                           | 907.81   | -       | 907.81            | 2.48715 | 807.95                     | 2.21356        | 3               |
| IND  | Individually Assessed                  |          |         |                   |         |                            |                | 29              |
| <b>Variable Charges</b>  |  |          |         |                   |         |                            |                |                 |
| Note: The variable charges shown will apply to customers in all of the load groups listed above with the exception of IND. |  |          |         |                   |         |                            |                |                 |
|  | Variable day charge 7am - 11pm         | 6.35900  | 0.00700 | 6.36600           |         |                            | cents per kWhr |                 |
|  | Variable Night Charge 11pm - 7am       | 0.65500  | 0.00100 | 0.65600           |         |                            | cents per kWhr |                 |
| Transmission Charges (excl GST)  |  |          |         |                   |         |                            |                |                 |
| Fixed Charges  |  | Current  | Changes | From 1 April 2013 |         |                            |                | Consumers       |
| Code   | Load Group Description                 |          |         | New (\$)          |         |                            |                |                 |
|  |  |          |         | Per Annum         | Per Day |                            |                |                 |
| DLU15U   | Domestic Low User 15U (previously DLU) | 20.00    | -       | 20.00             | 0.05479 |                            |                | 416             |
| DLU15C   | Domestic Low User 15C (previously DLU) | 20.00    | -       | 20.00             | 0.05479 |                            |                | 2870            |
| DLU30U   | Domestic Low User 30U (previously DLU) | 20.00    | -       | 20.00             | 0.05479 |                            |                | 3               |
| DLU30C   | Domestic Low User 30C (previously DLU) | 20.00    | -       | 20.00             | 0.05479 |                            |                | 32              |
| DLU50U   | Domestic Low User 50U (previously DLU) | 20.00    | -       | 20.00             | 0.05479 |                            |                | 0               |
| DLU50C   | Domestic Low User 50C (previously DLU) | 20.00    | -       | 20.00             | 0.05479 |                            |                | 2               |
| 15U  | 0 - 15kVA                              | 67.45    | -       | 67.45             | 0.18479 |                            |                | 1712            |
| 15C  | 0 - 15kVA Controlled                   | 20.00    | -       | 20.00             | 0.05479 |                            |                | 5566            |
| 30U  | 16 - 30kVA                             | 76.34    | -       | 76.34             | 0.20915 |                            |                | 483             |
| 30C  | 16 - 30kVA Controlled                  | 28.89    | -       | 28.89             | 0.07915 |                            |                | 189             |
| 50U  | 31 - 50kVA                             | 96.34    | -       | 96.34             | 0.26394 |                            |                | 681             |
| 50C  | 31 - 50kVA Controlled                  | 48.89    | -       | 48.89             | 0.13394 |                            |                | 121             |
| 100  | 51 - 100kVA                            | 143.13   | -       | 143.13            | 0.39214 |                            |                | 278             |
| 200  | 101 - 200kVA                           | 286.26   | -       | 286.26            | 0.78429 |                            |                | 89              |
| 300  | 201 - 300kVA                           | 382.60   | -       | 382.60            | 1.04823 |                            |                | 43              |
| 500  | 301 - 500kVA                           | 597.30   | -       | 597.30            | 1.63644 |                            |                | 18              |
| 750  | 501 - 750kVA                           | 897.33   | -       | 897.33            | 2.45843 |                            |                | 3               |
| IND  | Individually Assessed                  |          |         |                   |         |                            |                | 29              |
| <b>Variable Charges</b>  |  |          |         |                   |         |                            |                |                 |
| Note: The variable charges shown will apply to customers in all of the load groups listed above with the exception of IND. |  |          |         |                   |         |                            |                |                 |
|  | Variable day charge 7am - 11pm         | 2.28503  | 0.37478 | 2.65981           |         |                            | cents per kWhr |                 |
|  | Variable Night Charge 11pm - 7am       | 0.23541  | 0.03856 | 0.27397           |         |                            | cents per kWhr |                 |
| Total Distribution and Transmission Charges (excl GST)   |  |          |         |                   |         |                            |                |                 |
| Fixed Charges  |  | Current  | Changes | From 1 April 2013 |         |                            |                | No of Consumers |
| Code   | Load Group Description                 |          |         | New (\$)          |         | Non-Discretionary Discount |                |                 |
|  |  |          |         | Per Annum         | Per Day | Per Annum                  | Per Day        |                 |
| DLU15U   | Domestic Low User 15U (previously DLU) | 54.75    | -       | 54.75             | 0.15000 | 29.75                      | 0.08151        | 416             |
| DLU15C   | Domestic Low User 15C (previously DLU) | 54.75    | -       | 54.75             | 0.15000 | 29.75                      | 0.08151        | 2870            |
| DLU30U   | Domestic Low User 30U (previously DLU) | 54.75    | -       | 54.75             | 0.15000 | 29.75                      | 0.08151        | 3               |
| DLU30C   | Domestic Low User 30C (previously DLU) | 54.75    | -       | 54.75             | 0.15000 | 29.75                      | 0.08151        | 32              |
| DLU50U   | Domestic Low User 50U (previously DLU) | 54.75    | -       | 54.75             | 0.15000 | 29.75                      | 0.08151        | 0               |
| DLU50C   | Domestic Low User 50C (previously DLU) | 54.75    | -       | 54.75             | 0.15000 | 29.75                      | 0.08151        | 2               |
| 15U  | 0 - 15kVA                              | 163.79   | -       | 163.79            | 0.44874 | 91.34                      | 0.25025        | 1712            |
| 15C  | 0 - 15kVA Controlled                   | 104.75   | -       | 104.75            | 0.28699 | 79.75                      | 0.21849        | 5566            |
| 30U  | 16 - 30kVA                             | 183.79   | -       | 183.79            | 0.50353 | 99.93                      | 0.27378        | 483             |
| 30C  | 16 - 30kVA Controlled                  | 125.23   | -       | 125.23            | 0.34309 | 91.34                      | 0.25025        | 189             |
| 50U  | 31 - 50kVA                             | 237.14   | -       | 237.14            | 0.64970 | 130.94                     | 0.35875        | 681             |
| 50C  | 31 - 50kVA Controlled                  | 182.28   | -       | 182.28            | 0.49939 | 128.39                     | 0.35175        | 121             |
| 100  | 51 - 100kVA                            | 320.99   | -       | 320.99            | 0.87943 | 165.41                     | 0.45318        | 278             |
| 200  | 101 - 200kVA                           | 630.86   | -       | 630.86            | 1.72839 | 320.48                     | 0.87802        | 89              |
| 300  | 201 - 300kVA                           | 842.06   | -       | 842.06            | 2.30702 | 427.30                     | 1.17068        | 43              |
| 500  | 301 - 500kVA                           | 1,212.39 | -       | 1,212.39          | 3.32162 | 572.03                     | 1.56722        | 18              |
| 750  | 501 - 750kVA                           | 1,805.14 | -       | 1,805.14          | 4.94558 | 807.95                     | 2.21356        | 3               |
| IND  | Individually Assessed                  |          |         |                   |         |                            |                | 29              |
| <b>Variable Charges</b>  |  |          |         |                   |         |                            |                |                 |
| Note: The variable charges shown will apply to customers in all of the load groups listed above with the exception of IND. |  |          |         |                   |         |                            |                |                 |
|  | Variable day charge 7am - 11pm         | 8.64403  | 0.38178 | 9.02581           |         |                            | cents per kWhr |                 |
|  | Variable Night Charge 11pm - 7am       | 0.89041  | 0.03956 | 0.92997           |         |                            | cents per kWhr |                 |

#### Notes

- During the previous year Network Waitaki has experienced increasing costs in the operation of its network. These include increases in local body rates, fuel, labour and regulatory levies. In order that it may continue to operate a safe and reliable electricity distribution network, the Board of Network Waitaki has deemed it necessary to increase line charge tariffs to reflect these increasing costs. On average the distribution component of Network Waitaki's line charge has increased, in line with CPI, by 1.37%. Transpower has also increased its transmission charges to Network Waitaki and these are reflected in an average increase of 10.25% in the transmission component of Network Waitaki's line charge tariffs. Overall charges have increased by 4.10%.
- Consumers can determine what load group they are in from the monthly account they receive from their electricity retailer. Most households will be in a Domestic Low User ("DLU") group (all of which have the same line charge), or either of the 0 – 15 kVA or 0 – 15 kVA Controlled load groups.
- In order to make it easier for electricity retailers to manage their systems, Network Waitaki has divided its Domestic Low User ("DLU") consumers into the new sub-groups DLU15U, DLU15C, DLU30U, DLU30C, DLU50U, DLU50C. These sub-groups all have the same line charge and will receive the same discount and there will no impact from this change on consumers. These DLU tariffs are only available for a consumer's primary domestic residence.
- Variable charges are based on metering and reconciliation at the Grid Exit Point reduced by the declared network loss rate.
- Distribution and Transmission charges are charged in respect of each site. Charges are invoiced to electricity retailers monthly in arrears. Fixed charges accrue on a daily basis at the rate of 1/365<sup>th</sup> of the annual amount due. From time to time, the charges above may be subject to discounts.
- Network Waitaki's annual discount to consumers is comprised of a non-discretionary and a discretionary component. The non-discretionary component is a guaranteed amount that will be discounted to consumers in the various load groups listed and will be payable in March 2014. The balance of the targeted discount shown in the Statement of Corporate Intent is the discretionary component, and the magnitude of this component will be determined by trading conditions during the year.
- Discounts will be payable in March 2014 based on the number of days that the installation has been connected within a specific load group during the

preceding 12 months and will be payable to the connected consumer at that installation on the day that the discretionary discount is declared.

8. Full terms and conditions detailed in the Use of System Agreement take precedence over the above summary. A standard Use of System Agreement is available at [www.networkwaitaki.co.nz](http://www.networkwaitaki.co.nz). This schedule is provided pursuant to Clause 2.4.18 and 2.4.19 of the Commerce Commission's Electricity Distribution Information Disclosure Determination 2012.

**Network Waitaki Ltd**  
31 January 2013