

20 November 2008

David Caygill
Chair
Electricity Commission
P O Box 10041
WELLINGTON

Dear David

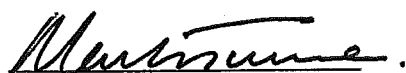
Re: Verification of Transpower's Transmission Prices

This statement is provided to you as the body responsible for ensuring consistency with the Transmission Pricing Methodology and is given pursuant to rule 9.2.2 of the Electricity Governance Rules 2003.

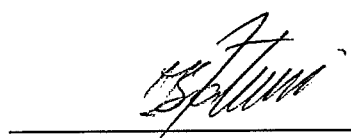
To the best of the Directors' knowledge and belief the Directors are satisfied that:

- (a) the transmission prices are consistent with the Transmission Pricing Methodology;
- (b) the processes for ensuring consistency and calculation are robust; and
- (c) the design and implementation, and reporting of the outcome, of the internal audit, are in accordance with best practice.

Yours sincerely


Director

26 / 11 / 08


Director

27 / 11 / 2008