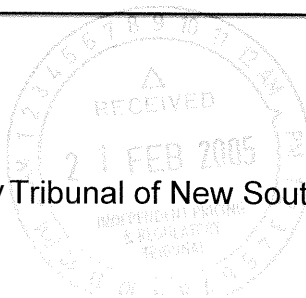


HARRISON MANUFACTURING CO PTY LIMITED

IPART
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February 18, 2005

Ms Deborah Walker
Independent Pricing and Regulatory Tribunal of New South Wales
PO Box Q290
QVB POST OFFICE NSW 1230



Dear Ms Walker,

Re: Review of AGLGN Revised Access Arrangement – Draft Decision

Thank you for the Tribunal's thorough consideration of our previous submission on the above and also for sending us a copy of the Draft Decision. We have one comment.

In Section 3.4.5, under the heading Actual Quantity Data, our request that AGLGN should publish Annual Contract Quantity and Annual Actual Quantity for small to medium customers is rejected on the basis that it does not have a bearing on the level of understanding of the derivation of the elements of the proposed access arrangement. AGLGN also are reported to consider that such throughput data is irrelevant to demand-based pricing.

Our proposal was made from the perspective that end customers are forced to enter into inflated annual use and maximum daily demand contracts to protect themselves against high (in our opinion, punitive) overrun charges. Hence we suspect that there is a significant difference between contractual and actual demands and consumptions.

In this context we note that almost all of Chapter 4 - Demand Forecasts - is devoted to this very topic of the relevance of actual versus contracted demand. We also note that, for the purpose of forecasting, ALGN was apparently of the view in its original proposal that actual consumption was highly relevant to predicting future demand and hence to the setting of the basis for future demand-based pricing.

While we accept the Tribunal's decision on this matter we are not necessarily convinced that our point is quite as irrelevant as has been concluded.

Kind regards,

Richard Michell
Managing Director

