

16 December 2016

TO: ASX Limited
Singapore Exchange Securities Trading Limited

Advanced Metering Infrastructure (AMI) 2016 Transition Charges AER Final Decision

The Australian Energy Regulator (AER) published the Final Decision on AusNet Services' 2016 Transition Charges Application earlier today. The following table summarises the differences between the AER's Final Decision and the Draft Decision made in September 2016:

	Draft Decision	Final Decision	Difference
	\$M	\$M	\$M
Total Capital Expenditure (nominal)	25.2	32.5	7.3
Total Operating Expenditure (nominal)	21.0	21.0	-
Total Expenditure (nominal)	46.2	53.5	7.3
Total Revenue Adjustment (\$2018)	(62.1)	(52.7)	9.4

As AusNet Services has received revenue that exceeded the costs provided for under the AMI Cost Recovery Order in Council, this Final Decision will result in AusNet Services returning \$52.7M of revenue to consumers. AusNet Services will smooth this negative revenue adjustment from calendar years 2018 to 2020. AusNet Services' metering charges have been decreasing since 2015 and will continue to decline through to 2020.

For a full copy of the Draft Decision please refer to the AER's website, www.aer.gov.au.

Claire Hamilton
Company Secretary

About AusNet Services

AusNet Services is the largest diversified energy network business in Victoria, owning and operating \$12bn of electricity and gas distribution assets, including the state-wide electricity transmission network. The company also has a non-regulated division, Select Solutions, providing specialist utility services.

Headquartered in Melbourne, Australia, AusNet Services employs around 2,400 people to service over 1.3m consumers and is listed on the Australian Securities Exchange (ASX: AST) and the Singapore Stock Exchange (SGX-ST: AZI.SI).

For more information visit AusNet Services' website, www.ausnetservices.com.au.