

Our Ref: John Hall
File Ref: 9-042-10

19 June 2008

Mr Ian McLeod
Chief Executive Officer
Ergon Energy Corporation Ltd
61 Mary Street, Brisbane
PO Box 15107
City East QLD 4002

Dear Mr McLeod

Minimalist Transitioning Approach for Ergon Energy

Under chapter 6 of the Queensland Electricity Industry Code (Code), the Authority is required to annually review whether the Minimalist Transitioning Approach (MTA) for Ergon Energy should remain in place.

On 9 April 2008, the Authority circulated a brief background paper to relevant stakeholders (including all licensed retailers) seeking comments on this matter. A separate letter was also sent to Ergon Energy.

Based on the information submitted by Ergon Energy and comments received from other stakeholders, the Authority has decided, in accordance with clause 6.8.1 of the Code, not to issue a notice to Ergon Energy revoking its MTA provisions at this stage.

The MTA provisions will therefore remain in force and be reviewed again in 2009 in accordance with the Code requirements.

Please note that, under clause 6.8.1(c) of the Code, Ergon Energy is required to continue to include a notice on its website stating that the MTA provisions apply.

If you have any queries regarding this matter, please contact Gary Henry on (07) 3222 0504.

Yours sincerely



EJ Hall
Chief Executive