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Commerce Commission
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2020/21 Base Milk Price Calculation review - Response to CEPA advice

We welcome the opportunity to comment on the advice received from Cambridge Economic Policy Associates Ltd (CEPA), the Commission's expert advisors, on the estimates for asset beta and specific risk premium by the Milk Price Group (MPG) in the context of the Commission's 2020/21 review of Fonterra's Base Milk Price calculation. Accompanying this letter is the MPG's response to aspects of CEPA's advice.

Yours sincerely



Andrew Cordner
Director, Legal