

2 July 2013

Dr Patrick Strange Chief Executive Officer Transpower New Zealand Limited PO Box 1021 Wellington

Dear Patrick

Information to determine Transpower's expenditure allowances and quality standards for 2015-2020

As you'll be aware, we require information from Transpower to determine the individual price-quality path that will apply to Transpower in the next regulatory control period (RCP2). Our process includes setting Transpower's operating and capital expenditure allowances and quality standards.

The information gathering notice enclosed with this letter sets out the details of some of the information we require. This notice is issued under section 53ZD of the Commerce Act (1986) and supplements information on Transpower's capital expenditure required by the Capital Expenditure Input Methodology Determination [2012].

We expect Transpower's proposal for RCP2 to identify Transpower's strategies and objectives for the next regulatory control period and beyond. The detailed information required by the notice and by the Capital Expenditure Input Methodologies Determination [2012] is important as it should underpin these strategies and objectives.

We request that the information required by the notice be supplied by Transpower no later than 5pm on the 2 December 2013. The timing of this letter is to provide you with sufficient time to meet these requirements.

If you require any clarification in relation to this letter and notice please contact Matthew Lewer, Chief Advisor, on 04 924 3820.

Yours sincerely

Sue Begg

Deputy Chair

Encl.