

Tuesday, 8 October 2019

The Manager
Company Announcements
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

Dear Sir / Madam

AUSTRALIAN ENERGY REGULATOR (AER) PUBLISHES SA POWER NETWORKS' DRAFT DECISION FOR THE 2020-2025 REGULATORY PERIOD

Spark Infrastructure notes that the AER has released its Draft Decision on SA Power Networks' 5-year regulatory period which will commence on 1 July 2020.

SA Power Networks is reviewing the Draft Decision and will continue to consult with the AER and stakeholders throughout the process. The Final Determination is expected to be released in April 2020.

Spark Infrastructure notes that the Draft Decision provides for a WACC of 4.95% which incorporates a regulated equity return of 4.98%, subject to the regulatory forecast of inflation of 2.45% being achieved.

Spark Infrastructure reiterates its view that the rate of return is not adequate to provide both a competitive and predictable return to long term owners of network assets, as required under the National Electricity and Gas objectives. This puts at risk efficient investment in energy network assets, to the long-term detriment of consumers.

The Draft Decision can be found on the AER website at www.aer.gov.au.

Yours faithfully



Alexandra Finley
Company Secretary