



Wednesday, 7 December 2011

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

Dear Sir / Madam

#### **SUPREME COURT APPROVES SETTLEMENT**

Powercor Australia's insurers, Zurich and AEGIS, have negotiated a settlement to the Horsham Bushfire litigation.

Powercor is required to meet the first \$5 million of any award of damages or settlement relating to the fires at Horsham, Coleraine and Pomborneit/Weerite in February 2009 pursuant to its insurance policy. This amount was provided for in the 2009 financial accounts.

The Victorian Supreme Court has provided its approval for the terms of the settlement.

The remaining matters are scheduled for trial in April 2012 in the case of Coleraine and May 2012 in the case of Pomborneit/Weerite.

Yours faithfully,

A handwritten signature in blue ink, appearing to read "Alex Finley".

**Alexandra Finley**  
Company Secretary