

## Appendix 1

## Operational and Financial Performance as at 30 June 2018

Transpower's meet all its performance measures with the exception the grid interruption duration and the return on equity measure.

The grid interruption duration measure was not achieved as result of several long duration interruptions which were caused by severe weather events and some equipment failure. The return on equity measure was not achieved as we have recognised \$23 million relating to asbestos removal and containment following a review of 250 sites.

	30 June 2018	30 June 2017	SCI/Plan target
<b>Safety Performance Targets</b>			
Number of fatalities or injuries causing permanent disability	0	1	0
Total recordable injury frequency rate (TRIFR)	5.8	5.2	≤ 6
<b>Operational Performance Targets</b>			
Grid interruptions:			
• achieve targets for occurrence	Achieved	Achieved	Achieve target
• achieve targets for duration	Missed	Missed	Achieve target
Grid availability:			
• HVDC energy availability	98.8%	98.6%	98.5%
• Key HVAC circuits availability	99.0%	99.0%	98.7%
Achieve system operations target	Achieved	Achieved	Achieve target
<b>Financial Performance Targets (Unaudited)</b>			
Free funds from operations interest coverage (times)	3.6	3.4	3.4
Free funds from operations / Debt (%)	17.2	16.6	16.4
Debt / (net debt + equity) (%)	67	68	68
Return on equity (%)	12.2	12.7	12.4
Return on capital employed (%)	6.8	7.0	6.8