

29 December 2011

TO: ASX Limited
Singapore Exchange Securities Trading Limited

Victorian Coalition Government's Response to The Victorian Bushfires Royal Commission Recommendations 27 and 32

SP AusNet acknowledges the Victorian Government's Response to the Victorian Bushfires Royal Commission Recommendations 27 and 32, released today (**the Government's Response**).

As the Government's Response explains, the relevant distribution businesses will be responsible for part of the costs of the Government's 10 year work plan to implement Recommendations 27 and 32. SP AusNet will make an application to the Australian Energy Regulator to approve the expenditure associated with implementing the Government's work plan.

SP AusNet is committed to the reliable, safe and efficient supply of energy to customers and looks forward to working with the Government, Energy Safe Victoria, and other regulatory bodies to further mitigate bushfire risk.

Genevieve Simkiss
Assistant Company Secretary

For further information contact:

Investor Relations

John Nicolopoulos
Investor Relations
+61 3 9695 6301 or +61 409 672 912

Media Relations

Jonathon Geddes
Media Advisor
+61 3 9695 6401 or + 61 410 573 278

SP AusNet

SP Australia Networks (Distribution) Ltd
ABN 37 108 788 245

SP Australia Networks (Transmission) Ltd
ABN 48 116 124 362

SP Australia Networks (Finance) Trust
ARSN 116 783 914

SP Australia Networks (RE) Ltd
ABN 46 109 977 371

AFS Licence No. 294117 as responsible entity
for SP Australia Networks (Finance) Trust

Level 31
2 Southbank Boulevard
Southbank Victoria 3006
Australia

Locked Bag 14051
Melbourne City Mail Centre
Victoria 8001 Australia

Tel: +61 3 9695 6000
Fax: +61 3 9695 6666

www.sp-ausnet.com.au