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Ian Wilson Gas Industry Company Limited PO Box 10 646 Wellington 6143

25 May 2009

Dear Ian,

Submission on Maui Pipeline Operating Code ("MPOC") Change Request By Maui Development Limited ("MDL") on 30 April 2009

The Gas Industry Co has called for submissions on MDL's proposed amendments to the MPOC as set out in an application dated 30 April 2009 (the "Change Request").

On Gas Limited ("On Gas") welcomes the opportunity to submit it views on the Change Request.

On Gas has sufficiently reviewed the proposed amendments to section 4.1 of the MPOC as well as the supporting change request detail. On Gas <u>supports</u> the Change Request as we believe the amendments suggested will result in a positive outcome.

On Gas believes that Proposed Amendment 1, to change the Negative Mismatch Price and Positive Mismatch Price from 7 to 1 day, will help ensure gas sold on any given day reflects the actual market price. This is both a fair and reasonable request to ensure MDL is able to effectively manage movements in prices. Further, On Gas agrees that the Proposed Amendment 2, to change the word "days" to "Days" in section 4.1 is logical as it will help ensure consistency is achieved across the code. Therefore, On Gas can foresee no negative consequences with either Proposal.

If you have any further questions regarding the above, please contact me at <u>a.carrick@vector.co.nz</u> or at 04 803 9044.

Kind regards

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Anna Carrick Gas Portfolio Manager