

Vector Limited 101 Carlton Gore Road PO Box 99882, Newmarket Auckland, New Zealand www.vector.co.nz

Corporate Telephone +64-9-978 7788

Corporate Facsimile +64-9-978 7799

Ian Wilson Senior Advisor Transmission Gas Industry Company PO Box 1473 Wellington

19 September 2008

Dear Ian

Submission on GIC Draft Determination on MPOC Change Request lodged by Maui Development Ltd on 20 June 2008

Vector Gas Limited (as a Welded Party under the MPOC, "Vector") welcomes the opportunity to comment on the GIC's draft recommendation on MDL's proposed amendments to the Maui Pipeline Operating Code ("MPOC") as set out in its application dated 20 June 2008 (the "Draft Recommendation"). Vector's comments are as follows:

Maui Legacy Gas - section 3 and associated references

Since the date of its last submission on this issue, Vector has negotiated a series of settlement documents with MDL with respect to the ILON Dispute which has taken much of the 2008 calendar year to resolve. These documents are conditional on the GIC supporting this Change Request and on MDL receiving a level of support from the industry for the settlement arrangements. MDL has yet to revert to Vector on whether it has achieved sufficient support from the industry, however the good faith shown by MDL in enabling us to get this far now allows Vector to rescind its partial opposition to this aspect of the Change Request. Vector trusts that the industry will recognise that the settlement documents will allow us all to move forward thereby enabling the true costs of balancing to be signalled to the industry and to be borne by causers.

Taranaki Target Pressure

Vector notes that the Draft Recommendation requires MDL to give notice and to have the change approved by the GIC. Vector is not opposed to the amendment made by the GIC in its Draft Recommendation, but believes it would be preferable

for MDL to make a determination as an RPO and then give the industry a decent period of notice – say 18 or 24 months. Vector does not believe that the GIC need involve itself in this type of technical issue.

Timetable for Change Request

Vector supports the comments made by MDL in its letter to the GIC dated 11 September 2008 in respect of a shortened timetable for this Change Request and requests that the final recommendation be brought forward to the earliest possible date.

Please do not hesitate to call me should you require any further explanation.

Kind regards

Paul Hodgson

Divisional Manager Gas Transportation