

VECTOR Limited
Electricity Lines Business

Statement of Financial Performance

For the year ended 31 March 2000

	Notes	2000 \$000	1999 \$000
Operating revenue	3	225,501	237,053
Operating expenses	2	(165,095)	(204,104)
Operating surplus before income tax	4,5	60,406	32,949
Income tax	6	(18,804)	(10,225)
Operating surplus after income tax		41,602	22,724
Comprising			
Net surplus from continuing activities		41,602	30,372
Net deficit from discontinued activities		-	(7,648)
Operating surplus after income tax		41,602	22,724

The accompanying notes form part of these financial statements.

VECTOR Limited
Electricity Lines Business

Statement of Movements in Equity

For the year ended 31 March 2000

	Notes	2000 \$000	1999 \$000
Equity at beginning of year		587,346	299,645
Net surplus		41,602	22,724
Transfer from asset revaluation reserve	11	-	17,229
Asset revaluation reserve		-	(2,420)
Total recognised revenues and expenses		41,602	37,533
Capital adjustment	10	153,475	259,744
Distribution to owners	9	(45,053)	(9,576)
Equity at end of year		737,370	587,346

The accompanying notes form part of these financial statements.

VECTOR Limited
Electricity Lines Business

Statement of Financial Position

As at 31 March 2000

	Notes	2000 \$000	1999 \$000
Equity			
Share capital	10	300,000	146,525
Reserves	11	417,559	417,559
Retained earnings	12	19,811	23,262
Total equity		737,370	587,346
Liabilities			
Non current liabilities			
Term liabilities	13	104,810	175,810
Total non-current liabilities		104,810	175,810
Current liabilities			
Payables and accruals	14	62,715	47,215
Provision for dividend	9	33,282	-
Provision for income tax		5,299	-
Current portion of non-current liabilities	13	-	53
Total current liabilities		101,296	47,268
Total liabilities		206,106	223,078
Total equity and liabilities		943,476	810,424
Tangible assets			
Non-current assets			
Deferred tax	8	8,852	16,703
Fixed assets	15	888,832	783,386
Total non-current assets		897,684	800,089
Current assets			
Cash		33,248	2,816
Receivables and prepayments	16	11,506	485
Stores		1,038	1,380
Income tax		-	5,654
Total current assets		45,792	10,335
Total tangible assets		943,476	810,424

The accompanying notes form part of these financial statements.

VECTOR Limited
Electricity Lines Business

Statement of Cash Flows

For the year ended 31 March 2000

	Notes	2000 \$000	1999 \$000
Operating activities			
<i>Cash was provided from</i>			
Receipts from customers		208,845	225,550
Interest received		4,218	22
		213,063	225,572
<i>Cash was disbursed to</i>			
Payments to suppliers and employees		106,578	106,903
Payments related to CBD crisis		1,961	91,471
Taxation paid		-	(20)
Interest paid		9,686	24,426
		121,225	222,780
Net cash inflow from operating activities		91,838	2,792
Investing activities			
<i>Cash was provided from</i>			
Proceeds from sale of meters		-	50,000
Proceeds from sale of other fixed assets		-	275
		-	50,275
<i>Cash was applied to</i>			
Purchase and construction of fixed assets		92,683	99,929
Purchase of fixed assets from "other" business	15	37,358	-
		130,041	99,929
Net cash outflow from investing activities		(130,041)	(49,654)
Financing activities			
<i>Cash was provided from</i>			
Capital reallocated from "other" business		153,475	259,744
		153,475	259,744
<i>Cash was applied to</i>			
Net settlement of loan facilities*		71,053	200,880
Dividends paid		11,771	9,576
		82,824	210,456
Net cash inflow from financing activities		70,651	49,288
Net increase in cash		30,432	2,426
Opening cash brought forward		2,816	390
Ending cash carried forward		33,248	2,816

*Cash inflows and cash outflows have been netted for ease of presentation.

The accompanying notes form part of these financial statements.

Statement of Cash Flows (continued)

For the year ended 31 March 2000

	2000 \$000	1999 \$000
Reported surplus after tax	41,602	22,724
Add non-cash items		
Depreciation	26,012	19,961
Writedown of fixed assets	-	1,300
Net loss retail sale	-	17,559
Movement in deferred tax	7,851	16,147
Movement in fixed asset accruals	-	2,709
	33,863	57,676
Items classified as investing activities		
Gain on sale of fixed assets	(1,417)	(47)
	(1,417)	(47)
Add/(less) movement in other working capital		
Increase /(decrease) in accounts payable and accruals	17,516	(96,843)
Increase in inventory	348	-
(Increase)/decrease in receivables and prepayments	(11,027)	25,204
Increase/(decrease) in taxation refund	10,953	(5,922)
	17,790	(77,561)
Net cash inflow from operating activities	91,838	2,792

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the year ended 31 March 2000

1. STATEMENT OF ACCOUNTING POLICIES

Reporting entity

The financial statements have been extracted from the audited financial statements of Vector Limited parent company and represent the electricity line business activities of the company.

VECTOR Limited is a company registered under the Companies Act 1993.

Statutory base

The financial statements have been drawn up in accordance with the requirements of the Companies Act 1993, the Financial Reporting Act 1993 and Regulation 6 of the Electricity (Information Disclosure) Regulations 1999 and Regulation 15 of the Electricity (Information Disclosure) Amendment Regulations 2000.

Measurement base

The financial statements are prepared on the basis of historical cost modified by the revaluation of certain assets as identified in specific accounting policies below.

The avoidable cost allocation methodology (ACAM) used for allocating costs and assets and liabilities between "line" and "other" activities is in accordance with the Electricity Information Disclosure Handbook 30 June 2000.

Specific accounting policies

The following specific accounting policies that materially affect the measurement of financial performance, financial position and cash flow have been applied.

a) *Income Recognition*

Income from the Line Network is recognised as services are delivered.

b) *Fixed Assets*

Fixed assets other than distribution systems and some land and buildings are recorded at cost less accumulated depreciation. Distribution systems are recorded at their Optimised Deprival Value (ODV) - the lower of optimised depreciated value and economic value. Revaluations are carried out at least every three years and are conducted under the guidance of independent experts. Subsequent additions are recorded at cost.

c) *Depreciation*

Depreciation is calculated so as to expense the cost of the assets, or the revalued amounts, to their residual values over their useful lives as follows:

- Freehold buildings	50 years
- Distribution systems	15 - 70 years
- Motor vehicles	20% per annum diminishing value
- Consumer billing and information system	3 - 40 years
- Office equipment	3 - 40 years
- Other plant and equipment	18% per annum diminishing value

d) *Accounts Receivable*

Accounts receivable are carried at estimated realisable value after providing against debts where collection is doubtful.

e) *Income Tax*

The income tax expense recognised for the year is the accounting surplus, adjusted for permanent differences between accounting and tax rules.

The impact of all timing differences between accounting and taxable income is recognised as a deferred tax liability or asset. This is the comprehensive basis for the calculation of deferred tax liability under the liability method.

A deferred tax asset, or the effect of losses carried forward that exceed the deferred tax liability, is recognised in the financial statements only where there is the virtual certainty that the benefit of the timing differences, or losses, will be utilised.

f) *Stores*

Stores are valued on the basis of weighted average cost.

g) *Leases*

Operating lease payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased assets, are included in the determination of the surplus in equal instalments over the lease term.

The cost of improvements to leasehold property is capitalised and amortised over the unexpired period of the lease or the estimated useful life of the improvements, whichever is the shorter.

h) *Foreign Currencies*

Transactions denominated in a foreign currency are converted to New Zealand dollars at the exchange rates in effect at the date of the transaction, except when forward currency contracts have been taken out to cover short-term forward currency commitments.

Short-term transactions covered by forward exchange contracts are measured and reported at the forward rates specified in those contracts.

At balance date foreign currency monetary assets and liabilities are translated to New Zealand dollars at the balance date exchange rate and exchange variations arising from these translations are included in the statement of financial performance.

The exchange differences on hedging transactions undertaken to establish the price of particular sales or purchases, together with any costs associated with the hedge transactions, are deferred and included in the measurement of the purchase or sale transaction.

i) *Goods and Services Tax (GST)*

The statement of financial performance and statement of cash flows have been prepared so that all components are stated exclusive of GST. All items in the statement of financial position are stated net of GST, with the exception of the receivables and payables, which include GST, invoiced.

j) *Employee Entitlements*

Employee entitlements to salaries and wages, annual leave, long-term leave and other benefits are recognised when they accrue to employees.

The liability for employee entitlements is carried at the present value of the estimated future cash outflows.

k) Statement of Cash Flows

The following are the definitions of the terms used in the Statement of Cash Flows.

- Operating activities include all transactions and other events that are not investing or financing activities.
- Investing activities are those activities relating to the acquisition, holding and disposal of property, plant and equipment and investments that can include securities not falling within the definition of cash.
- Financing activities are those that result in changes in the size and composition of the capital structure. This includes both equity and debt not falling within the definition of cash. Dividends paid in relation to the capital structure are included in financing activities.
- Cash is considered to be cash on hand and current accounts in banks, net of bank overdrafts.

l) Financial Instruments

The company is party to financial instruments with off balance sheet risk to meet financing needs and to reduce exposure to fluctuations in foreign currency exchange rates. These financial instruments include foreign exchange forward contracts, forward rate agreements and swaps.

The company enters into foreign currency forward exchange contracts to hedge foreign currency transactions. A loss or gain on the item being hedged generally offsets any exposure to gains or losses on these forward contracts. Gains and losses on contracts which hedge specific short-term foreign currency denominated commitments are recognised as a component of the related transaction in the period in which the transaction is completed. The company is not involved in foreign exchange speculation.

The net differential paid or received on interest swaps is recognised as a component of interest expense over the period of the agreement.

Changes in Accounting Policies

There has been no change in accounting policies and all policies have been applied consistent with those used in the prior year.

Notes to the Financial Statements

For the year ended 31 March 2000

	2000 \$000	1999 \$000
2. OPERATING EXPENSES		
Operating expenses include		
Continuing line activity expenses		
Payment by "line" business to "other" for		
Meter data	-	3,114
Other goods and services	-	35,477
Total transfer payment to "other" business	-	38,591
Operating line expenses		
Payment for transmission charges	57,027	55,936
Depreciation on system fixed assets	19,342	19,923
Depreciation on other fixed assets	6,670	38
Total depreciation	26,012	19,961
Employee salaries, wages and redundancies	13,659	8,369
Consumer billing and information system expense	3,903	-
Asset maintenance	18,583	19,784
Net loss on sale of property, plant and equipment	1,412	-
Corporate and administration	2,271	1,411
Human resource expenses	427	1,289
Marketing/advertising	1,514	3,531
Consultancy and legal	3,388	3,105
Rental expense on operating leases	635	423
Total operating line expenses	128,831	113,809
Costs of offering credit		
Bad debts written off	1,359	772
Increase in estimated doubtful debts	(387)	-
Total cost of offering credit	972	772
Governance expenses		
Directors fees	253	700
Director retiring allowances	195	-
Total directors fees	448	700
Auditors fees		
Audit fees paid to principal auditors	57	-
Fees paid for other services provided by principal auditors	185	-
Audit fees paid to other auditors	15	60
Fees paid for other services provided by other auditors	216	38
Total auditors fees	473	98
Sundry expenses		
Donations	3	-
Local authority rates expenses	1,453	742
Total sundry expenses	1,456	742
Other expenditure	23,395	20,952
Total operating expenditure	155,575	175,664
Operating surplus before interest and income tax	69,926	61,389
Interest expense on borrowings/total interest expense	9,520	28,440
Operating surplus before income tax	60,406	32,949
Income tax	18,804	10,225
Operating surplus after income tax	41,602	22,724

Notes to the Financial Statements

For the year ended 31 March 2000

	2000 \$000	1999 \$000
3. OPERATING REVENUE		
Continuing activities		
Revenue from line/access charges	211,324	218,521
Interest on cash, bank balances and short term investments	4,219	22
Other income	8,541	984
Gain on sale of fixed assets	1,417	47
	225,501	219,574
Non recurring		
Reversal of CBD crisis provision	-	17,479
	-	17,479
Total operating revenue	225,501	237,053

4. SURPLUS BEFORE TAX

Non recurring		
Loss on sale of retail assets	-	17,559
Restructuring costs	-	1,427
Asset write downs	-	1,300

5. CONTINUING AND DISCONTINUED ACTIVITIES

Continuing activities		
Revenue	225,501	226,115
Surplus before income tax	60,406	46,158
Discontinued activities		
Revenue	-	10,938
Surplus before income tax	-	4,350
Loss on sale	-	(17,559)
Totals		
Revenue	225,501	237,053
Operating surplus before income tax	60,406	32,949

Notes to the Financial Statements

For the year ended 31 March 2000

	2000 \$000	1999 \$000
6. INCOME TAX		
Operating surplus before tax	60,406	32,949
Prima facie tax @ 33%	19,934	10,873
Plus (less) tax effect of permanent differences		
Non deductible entertainment	15	-
Non deductible legal and consulting	838	-
Capital gains and losses on divestment	-	(1,202)
Loss offset from other business	3,779	-
Prior period adjustment	(7,200)	-
Other permanent differences	3,698	554
Tax expense	18,804	10,225
The tax charge is represented by		
Current tax	10,953	(5,922)
Deferred tax	7,851	16,147
	18,804	10,225

The company has unrecognised gross tax losses available to be carried forward and offset against future assessable income of \$0.0 million (1999: \$15.0 million).

7. IMPUTATION BALANCES

Balance at beginning of year	11,618	16,330
Income tax payments during year	(5,053)	-
Imputation credits attaching to dividends received	-	-
Imputation credits attaching to dividends paid	(5,797)	(4,712)
Balance at end of year	768	11,618

8. DEFERRED TAXATION

Balance at beginning of year	16,703	32,850
Transfer to statement of financial performance	(7,851)	(16,147)
Balance at end of year	8,852	16,703

9. DIVIDENDS

Dividends paid on ordinary shares	11,771	9,576
	11,771	9,576
Proposed distributions		
Proposed dividend on ordinary shares	33,282	-
	33,282	-
Total distributions paid or payable in cash	45,053	9,576

The dividends paid were fully imputed. The proposed dividend will carry no imputation credits.

Notes to the Financial Statements

For the year ended 31 March 2000

	2000 \$000	1999 \$000
10. SHARE CAPITAL		
Ordinary class A shares		
Opening	146,525	(113,219)
Capital adjustment*	153,475	259,744
300,000,000 issued and fully paid shares	300,000	146,525
Ordinary class B shares		
B class changed to A class 31 August 1999	-	-
Ordinary class C shares		
6 issued and deemed fully paid shares	-	-
	300,000	146,525

The ordinary class A shares can only be held by the Auckland Energy Consumer Trust and may only be dealt with pursuant to the Trust Deed.

The ordinary class A shares and the ordinary class C shares are voting securities.

The ordinary class A shares have 75% of the voting entitlement and C class shares have 25% voting entitlement.

* Divestment activities as required by the Electricity Industry Reform Act 1998 were substantially completed by 31 March 2000. With the divestment substantially complete the capital of the line business going forward is \$300,000,000 which is the entire share capital of VECTOR Limited.

11. RESERVES

Asset revaluation

Balance at beginning of year	417,559	419,979
Transfer to retained earnings on disposal of revalued assets	-	(17,229)
Increase arising from revaluation of distribution systems	-	14,809
Balance at end of year	417,559	417,559

12. RETAINED EARNINGS

Balance at beginning of year	23,262	(7,115)
Net surplus for the period	41,602	22,724
Transfer from asset revaluation reserve	-	17,229
Net surplus attributable to the shareholders of the company	64,864	32,838
Dividends	(45,053)	(9,576)
Balance at end of year	19,811	23,262

13. TERM LIABILITIES

Repayable:	Interest rates:		
Within one year	6.3%	-	53
Two to five years	7.1% to 10.3%	104,810	175,810
		104,810	175,863
Less current portion of term liabilities		-	53
Total term liabilities		104,810	175,810

Other debt issued of \$0.0 million (1999:\$175.8 million) is secured by way of negative pledge over the assets of the company. The classification of \$0 million (1999:\$71.0 million) of debt as term liabilities is based on the availability of a 60 month facility, which was undrawn at balance date.

Notes to the Financial Statements

For the year ended 31 March 2000

	2000 \$000	1999 \$000
14. ACCOUNTS PAYABLE AND ACCRUALS		
Trade payables, other creditors and provisions	44,315	25,848
CBD network restoration costs	13,039	15,000
Interest payable	3,848	4,014
Employee entitlements	1,512	2,353
	62,715	47,215
15. FIXED ASSETS		
System fixed assets		
Distribution system at valuation	691,601	674,680
Distribution land at valuation	17,589	17,708
Distribution buildings at valuation	17,734	17,751
	726,924	710,139
Accumulated depreciation		
Distribution system	(18,400)	-
Distribution buildings	(942)	-
	(19,342)	-
Net book value	707,582	710,139
Consumer billing and information system assets		
Consumer billing and information system assets at cost	53,850	-
Accumulated depreciation	(20,845)	-
Net book value	33,005	-
Motor vehicles		
Motor vehicles at cost	470	-
Accumulated depreciation	(213)	-
Net book value	257	-
Office equipment		
Office equipment at cost	4,264	-
Accumulated depreciation	(3,726)	-
Net book value	538	-
Land at cost	597	-
Buildings		
Buildings at cost	3,253	-
Accumulated depreciation	(524)	-
Net book value	2,729	-
Other plant and equipment		
Plant and equipment at cost	1,035	317
Accumulated depreciation	(701)	(66)
Net book value	334	251
Capital work in progress at cost	143,790	72,996
Total net book value	888,832	783,386

Notes to the Financial Statements

For the year ended 31 March 2000

	2000 \$000	1999 \$000
15. FIXED ASSETS (CONTINUED)		
ODV valuation		
Balance as at beginning of year	710,139	715,377
Movement in net book value	(2,557)	(20,047)
ODV revaluation	-	14,809
Balance at end of year	707,582	710,139

The ODV valuation was prepared in accordance with the Ministry of Commerce Handbook (April 1999) in conjunction with Worley Consultants Limited consulting engineers. Revaluations are carried out at least every three years in accordance with the accounting policy and the last valuation was completed on 31 March 1999.

Divestment activities as required by the Electricity Industry Reform Act 1998 were substantially completed by 31 March 2000. Assets remaining in the other business, on substantial completion of divestment, but principally used by the line business were purchased by line business as at 1 April 1999 for a book value of \$37.4 million.

16. RECEIVABLES AND PREPAYMENTS

Trade receivables	9,808	(5,267)
Provision for doubtful debts	(273)	-
	9,535	(5,267)
Other receivables	317	4,932
Prepayments	1,653	820
	11,506	485

17. FINANCIAL INSTRUMENTS

The company is subject to financial risk as a result of its debt portfolio.

To manage and limit the effect of those financial risks, the Board of Directors has approved policy guidelines and authorised the use of various financial instruments. The policies approved, and financial instruments being utilised at balance date, are outlined below.

Credit risk

Financial instruments that potentially subject the company to credit risk principally consist of bank balances, money market deposits and accounts receivable.

The company monitors the credit quality of the major financial institutions that are counterparties to its off balance sheet financial instruments and does not anticipate any non performance by the counterparties.

Maximum exposures to credit risk as at balance date are

Bank balances	11,248	2,816
Term deposits	22,000	-
Accounts receivables	9,852	(335)

The above maximum exposures are net of any recognised provision for losses on these financial instruments.

Notes to the Financial Statements

For the year ended 31 March 2000

	2000 \$000	1999 \$000
17. FINANCIAL INSTRUMENTS (CONTINUED)		
Concentrations of credit risk		
Bank balances	11,248	2,816
Term deposits	22,000	-
	33,248	2,816

The company is not exposed to any other concentrations of credit risk.

Interest rate risk

Interest rates on debt issued in the current year are generally fixed for periods of between one and three months at rates from 4.1% to 7.8% (1999: 4.1% to 7.8%). The interest rates are based on the BkBM rate plus a margin.

Interest rate swaps and forward rate agreements are used to manage the proportion of fixed rate debt to total debt. Interest rate swaps and forward rate agreements open as at 31 March 2000 have a principal of \$209.8 million (1999:\$209.8 million) with a cash benefit of \$27.4 million (1999:\$7.8 million). The company pays a weighted average interest rate on open interest rate swaps and forward rate agreements of 7.2% (1999:7.3%).

The company values interest rate swaps by determining the net present value of future cash flows using current interest rates. The company continuously monitors the credit quality of the major international institutions that are counterparties to its off balance sheet financial instruments and does not anticipate non-performance by any of the counterparties.

18. COMMITMENTS

Capital expenditure commitments

Estimated capital expenditure contracted for at balance date but not provided for:

CBD reinforcement tunnel	36,500	65,600
Other commitments	8,239	9,472
	44,739	75,072

Operating lease commitments

Within one year	2,792	14
One to two years	1,284	14
Two to five years	3,765	42
Beyond five years	1,256	19
	9,097	89

19. CONTINGENT LIABILITIES

Central business district (CBD) power outage

Following the CBD power outages VECTOR has been threatened with claims for compensation. As at the date of these financial statements no legal claims resulting from the power outages have been filed against the company. Adequate provision has been made in these financial statements for further costs relating to restoring the CBD network and for compensation offered by VECTOR to its CBD customers affected by the outages.

Notes to the Financial Statements

For the year ended 31 March 2000

2000	1999
\$000	\$000

20. TRANSACTIONS WITH RELATED PARTIES

During the year VECTOR Limited had the following transactions with the Auckland Energy Consumer Trust (AECT), which is the majority shareholder of VECTOR Limited:

Payment of Dividends	\$11.8 million	(1999:\$9.6 million)
Payment to AECT	\$ 0.6 million	(1999:\$0.0 million)

Transfield Utility Services Limited (TUSL) was a related party for the purpose of these accounts from 1 April 1998 to 14 December 1998. During this period VECTOR Limited had the following transactions with TUSL.

Payment for capital work		
Subtransmission assets	N/A	(1999:\$5.4 million)
Zone substations	N/A	(1999:\$1.8 million)
Distribution lines and cables	N/A	(1999:\$0.2 million)
Medium voltage switchgear	N/A	(1999:\$0.1 million)
Distribution transformers	N/A	(1999:\$0.2 million)
Distribution substations	N/A	(1999:\$0.1 million)
Low voltage lines and cables	N/A	(1999:\$0.1 million)
Other system fixed assets	N/A	(1999:\$0.1 million)
Payment for maintenance work	N/A	(1999:\$5.3 million)

During the year the electricity line business had the following transfers between its "line" and "other" businesses. These costs are allocated on a full cost basis including an appropriate return on assets. The provision of consumer billing, sales and marketing and meter data services were provided by the internal "retail" business. This business was sold on the 28th of February 1999.

Payment to "other" - Consumer billing	N/A	(1999:\$6.0 million)
Payment to "other" - Sales and marketing	N/A	(1999:\$5.2 million)
Payment to "other" - Meter data	N/A	(1999:\$3.1 million)
Payment to "other" - Information systems	N/A	(1999:\$12.2 million)
Payment to "other" - Corporate services	N/A	(1999:\$10.2 million)
Payment to "other" - Building occupancy	N/A	(1999: \$1.3 million)
Payment to "other" - Vehicle lease	N/A	(1999: \$0.5 million)

No related party debts have been written off or forgiven during the year. All transactions took place on a commercial arms length basis.

21. COMPARATIVES

Comparatives were prepared in accordance with the Electricity (Information Disclosure) Regulations 1999 as amended by the Electricity (Information Disclosure) Amendment Regulations 2000 and the Electricity Information Disclosure Handbook 30 June 2000.

22. SEGMENT INFORMATION

The company operates within the electricity sector. All operations are carried out within New Zealand.

Notes to the Financial Statements

For the year ended 31 March 2000

	2000 \$000	1999 \$000
23. ITEMS WITH BALANCES REQUIRING SPECIFIC DISCLOSURE UNDER THE ELECTRICITY (INFORMATION DISCLOSURE) REGULATIONS 1999 AS AMENDED BY THE ELECTRICITY (INFORMATION DISCLOSURE) AMENDMENT REGULATIONS 2000		
1. Current assets		
(a) bank	Nil	Nil
(b) short-term investments	Nil	Nil
(e) other current assets not listed above	Nil	Nil
2. Fixed assets		
(g) other fixed assets not listed in (a) to (f)	Nil	Nil
3. Other tangible assets not listed above		
5. Intangible assets		
(a) goodwill	Nil	Nil
(b) other intangibles not listed in (a)	Nil	Nil
(c) total intangible assets (sum of (a) and (b))	Nil	Nil
7. Current liabilities		
(a) bank overdraft	Nil	Nil
(b) short term borrowings	Nil	Nil
(f) other current liabilities not listed in (a) to (e)	Nil	Nil
8. Non-current liabilities		
(d) other non-current liabilities not listed (a) to (c)	Nil	Nil
9. Equity		
(b) minority interest in subsidiaries	Nil	Nil
(d) capital notes	Nil	Nil
11. Statement of financial performance		
(b) Revenue from "other" business for services carried out by the line business (transfer payment)	Nil	Nil
(d) AC loss rental rebates	Nil	Nil
12. Operating expenditure		
(b) Transfer payments to the "other" business for		
(i) asset maintenance	Nil	Nil
(ii) consumer disconnection/reconnection services	Nil	Nil
(iv) customer based load control services	Nil	Nil
(v) royalty and patent expenses	Nil	Nil
(vi) avoided transmission charges on account of own generation	Nil	Nil
(vii) other goods and services not listed in (i) to (vi)	Nil	Nil
(viii) total transfer payment to the "other" business (sum of (i) to (vi))	Nil	Nil
(c) Expense to entities that are not related parties for		
(ii) consumer disconnection/reconnection services	Nil	Nil
(iii) meter data	Nil	Nil
(iv) customer based load control services	Nil	Nil
(v) royalty and patent expenses	Nil	Nil
(vi) total of specified expenses to non-related parties (sum of (i) to (v))	Nil	Nil

Notes to the Financial Statements

For the year ended 31 March 2000

	2000 \$000	1999 \$000
23. ITEMS WITH BALANCES REQUIRING SPECIFIC DISCLOSURE UNDER THE ELECTRICITY (INFORMATION DISCLOSURE) REGULATIONS 1999 AS AMENDED BY THE ELECTRICITY (INFORMATION DISCLOSURE) AMENDMENT REGULATIONS 2000 (CONTINUED)		
(g) Amortisation of		
(i) goodwill	Nil	Nil
(ii) other intangibles	Nil	Nil
(iii) total amortisation of intangibles (sum of (i) and (ii))	Nil	Nil
(k) Merger and acquisition expenses	Nil	Nil
(l) Takeover defence expenses	Nil	Nil
(m) Research and development expenses	Nil	Nil
(t) AC loss-rental rebates (distribution to retailers/customers) expense	Nil	Nil
(u) Rebates to customers due to ownership interest	Nil	Nil
(v) Subvention payments	Nil	Nil
(w) Unusual expenses	Nil	Nil
15. Interest expense		
(b) financing charges related to finance leases	Nil	Nil
(c) other interest expense not listed in (a) or (b)	Nil	Nil