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Greg Ruthven - Manager System Capacity
IMO
Governor Stirling Tower
197 St Georges Tce
Perth WA 6000

2 January 2013

WP04558

Dear Greg,

2015/16 MCRP Construction Insurance Cost

SKM has considered the construction insurance costs given as a part of margin M in its report to you on the 2015/16 MRCP costs.

In light of the changes to insurance premiums generally and with regard to the likelihood that premiums may not reduce significantly in the new few years we have amended the allowance from 0.4% to 0.5%.

The remainder of our report is unchanged.

Yours sincerely

A handwritten signature in black ink that reads 'Tim Johnson'. The signature is written in a cursive style with a horizontal line above the first name.

Tim Johnson

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Cc: Johan van Niekerk, IMO
Jaden Williamson, SKM