

18 August 2014

Carbon Co-Ordination
Australian Competition & Consumer Commission (ACCC)
23 Marcus Clarke Street
Canberra ACT 2601

Sent by email: <a href="mailto:carbonco-ordination@accc.gov.au">carbonco-ordination@accc.gov.au</a>

Dear Sir or Madam,

## **CARBON TAX REMOVAL SUBSTANTIATION STATEMENT**

We refer to your Notice dated 5 August 2014 requiring Western Energy Pty Ltd (Western Energy), as an *electricity retailer*, to provide the ACCC with a Carbon Tax Removal Substantiation Statement.

Western Energy is a wholly owned subsidiary of Perth Energy Pty Ltd that owns and operates a 120MW open cycle gas turbine that can utilise either natural gas or diesel as fuel. When the plant is operating on gas, the estimated average annual dollar price savings attributable to the carbon tax repeal will be \$18.50/MWh. When the plant is operating on diesel, the estimated average annual dollar price savings attributable to the carbon tax repeal will be \$20.00/MWh.

If you have any questions regarding the above, do not hesitate to contact me.

Yours Sincerely,

Ky Cao

Managing Director