

26th May 2011

Mr John Pierce
Chairman
Australian Energy Market Commission
Level 5
201 Elizabeth Street
Sydney NSW 2000

Dear Mr Pierce,

Dual Marginal Loss Factors Rule Determination

We appreciate being able to comment regarding the Commission's draft rule determination on the matter of Dual Marginal Loss Factors.

We support the rule change allowing AEMO to apply two separate marginal loss factors (MLF) where one MLF doesn't accurately represent transmission network losses at those connection points.

Norske Skog agrees with the reduction of inefficient generation dispatch and negative intra-regional residues and so provide better economic efficiency across the whole transmission network.

If you have any questions or require any clarification regarding our submission please contact Michael Machin, Environment and Business Development Manager on (02)6058 3089 or michael.machin@norskeskog.com.

Yours sincerely
Norske Skog Paper Mills (Australia) Ltd.



Ernie Hacker
General Manager

Norske Skog Paper Mills (Australia) Limited

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