



19 July 2012

Mr John Pierce  
Chairman  
Australian Energy Market Commission  
PO Box A2449  
Sydney South  
NSW 1235

Dear Mr Pierce

**ERC0123 Potential Generator Market Power in the NEM, Rule Determination**

In its Draft Rule Determination of 7 June 2012 the AEMC has determined not to make the proposed rule – a decision with which we entirely agree. We note the exhaustive and extensive processes which led to this conclusion.

In its two previous submissions, the Australian Financial Markets Association recommended that the MEU proposal should be ruled out of further consideration as soon as possible. We continue to hold that view.

Yours sincerely

Allen Young  
Director Rates & Energy Markets