



## SUZLON ENERGY AUSTRALIA PTY. LTD.

29 May 2007

Colin Liebmann RES Southern Cross PO Box 1274 Crows Nest NSW 1585

RE: Taralga Wind Farm Turbine Supply

Dear Colin,

I would like to clarify Suzlon's position in relation to providing a proposal for turbines for the Taralga Wind Farm.

Suzlon Energy Australia is one of a small number of turbine suppliers which have a track record of supplying turbines in the Australian market. Of the wind farm projects which have reached financial close in the past two years, and are now in construction, Suzlon has approximately a 44% market share. In addition, Suzlon is currently in the process of acquiring RePower, a German turbine manufacturer which also operates in Australia.

As you know we have taken a strong interest in supplying turbines to the Taralga Wind Farm project. Two years ago we submitted a proposal to supply the S88 2.1MW machine with the possibility at that time of a 66m hub height, and hence a maximum tip height of 110m. Since that time, the company has ceased offering this configuration. The lowest hub height that is now offered is 80m which results in a maximum tip height of 124m. Suzlon is not able to supply turbines for this site that that can achieve the current requirement of a 110m tip height.

The reason for this change is the strong demand from the Australian market and globally for our standard configuration of 80m hub height means there is no longer a compelling reason to design and certify a bespoke or one off tower height for a limited market. We are not aware of any other mature wind turbine market with such a tip height limitation. This is unfortunate, as this turbine is ideally suited to the wind regime on the Taralga site and is expected to be an economically competitive solution on its standard hub height. We note that we are currently supplying this machine to two large wind farms in South Australia and have provided proposals to a number of other New South Wales projects. All of these projects have development approvals allowing tip heights in excess of 124m.

Please let us know if there are any other projects on your books which we can assist with, that have a more realistic tip height.

Yours faithfully

Suzlon Energy Australia Pty Ltd

Peter T Cowling

General Manager, Business Development

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Wednesday, 30 May 2007

Colin Liebmann RES Southern Cross Po Box 1274 Crows Nest NSW 1585

Dear Colin,

RE: Taralga windfarm turbines

I would like to clarify Vestas' position in relation to potentially providing a proposal for turbines for the Taralga windfarm.

Vestas Australia is one of a small number of turbine suppliers which have a track record of supplying turbines in the Australian market. Based on the projects completed to date, we are the major supplier of turbines to this market.

As you know we have taken an interest in potentially supplying turbines to your Taralga windfarm project. At the time you were designing the wind farm and applying for development approvals we discussed the possibility of supplying the V90 1.8MW machine with a maximum tip height of 110m. The V90 3MW model has been installed with this tip height elsewhere at other projects. However the company no longer offers this configuration. The lowest tower height that is now offered is 80m which results in a maximum tip height of 125m. Vestas is not able to supply turbines for this site that achieves the 110m tip height.

The reason for this change is the strong demand from the Australian market and globally for our standard configuration of 80m minimum tower height means there is no longer a compelling reason to design and certify a bespoke or one off tower height for a limited market. In addition to this the 80m tower is a more technically appropriate solution.

This turbine is ideally suited to the wind regime on the Taralga site and is expected to be a competitive solution economically. We are currently offering this machine to other windfarms in Australia and have provided proposals to a number of other New South Wales projects. These projects have all received development approvals that allow tip heights in excess of 125m.

Yours sincerely,

Jeff Cheong

Head of Sales Vestas Pacific