

Appendix 7.1.1

WUA TopCo Letter of Comfort

WUA MidCo Pty Ltd – WICA Application



2 July 2018

Independent Pricing and Regulatory Tribunal
Attention: Water Licensing
Level 15, 2-24 Rawson Place
Sydney NSW 2000

To whom it may concern,

Re: Letter of Comfort – WUA MidCo Pty Ltd

We write in regard to the application made by WUA MidCo Pty Ltd for a Network Operator and Retail Supplier Licence pursuant to the *Water Industry Competition Act 2006* (NSW) ('**Application**'). WUA TopCo Pty Ltd (ACN 616 144 471) ('**we**' '**our**' '**us**') is the 100% shareholder of WUA MidCo Pty Ltd ('**Subsidiary**').

We hereby confirm that we know and approve the Application made by our Subsidiary. Although it is not our custom to guarantee credits extended to our subsidiaries, it is our long-standing policy to stand behind these companies and to see that no party incurs any loss from doing business with our subsidiary companies. This policy will be followed with respect to the activities our Subsidiary will undertake under the licences contemplated by the Application.

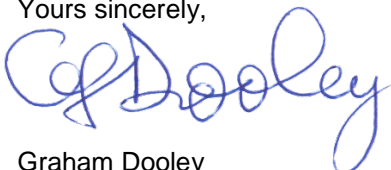
In our capacity as the 100% shareholder, we can confirm that we shall take all appropriate measures to ensure that the financial position of the Subsidiary is such that it is able, at all times, to honour both its present and future commitments.

We undertake to provide sufficient capital or otherwise fund our Subsidiary, so that it will have sufficient working capital to meet its outstanding obligations with respect to the activities our Subsidiary will undertake under the licences contemplated by the Application.

It is our intention to retain our present interest and equity in the Subsidiary and we hereby undertake to advise you should we decide or be requested to sell any portion of our equity in the Subsidiary while the licences contemplated by the Application are in force.

If we can provide any further assistance with the Application, please do not hesitate to contact us.

Yours sincerely,



Graham Dooley
Chief Executive Officer

WUA TOPCO PTY LTD

Post Suite 1005, 147 Pirie St, Adelaide SA 5000
Phone +61 8 7999 8555
Fax +61 8 7999 7599

ABN 87 616 144 471

HEAD OFFICE

Suite 1005
147 Pirie Street
Adelaide SA 5000

www.wua.com.au

