From:	Benedicte Colin
To:	Jeanne Vandenbroek
Cc:	Cassandra Wilkinson; Peter Crimp
Subject:	FW: Draft E mail
Date:	Thursday, 16 December 2021 12:29:00 PM
Attachments:	Email to Mike.docx FW Iteration X (clean) plus updated TAHE 10 Year PL.msg
Importance:	High

Hi Jeanne

Thank you for sharing this draft ; understand this is a very first draft and thank you for the opportunity to comment.

We confirm our understanding of the thresholds and discussions that took place between TAHE and the AO.

However, we are not in a position to support at this stage the statements regarding the reasonability of the 100% dividend pay ratio.

This is because :

1. Our modelling was developed on the assumption that undistributed profits would count towards available return and value creation (a very reasonable assumption for a long term investor).
2. TAHE has not yet been in a position to undertake a proper capital structure review . Dividend policy and credit rating are part of this exercise
3. The Board has not yet agreed what the payout ratio will be as Peter Crimp advised you yesterday (attached e-mail) nor has it been discussed between Treasury and TAHE

In the absence of discussions with the Board and Treasury, We proposed in our modelling a prudent approach of a 70% payout ratio. It might be that our shareholders wish a higher ratio but we have not been given the opportunity to discuss it and assess impact on the capital structure and impact for funding property commercial developments.

I understand Treasury subsequently amended our modelling to include a 100% dividend payout ratio and shared it with the AO (without consulting TAHE- we only found out from the AO).
TAHE would very much appreciate to be advised accordingly by Treasury to ensure there remains alignment, consistency as well as assurance.

Happy to further discuss

Kind regards
Benedicte

From: Jeanne Vandenbroek
Sent: Thursday, 16 December 2021 10:40 AM
To: Cassandra Wilkinson ; Benedicte Colin

Subject: RE: Jeanne - grateful

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the sender and know the content is safe.

Good morning Benedicte,

A pleasure to meet you virtually!

Attached is the very DRAFT document that Treasury started putting together yesterday. Please note it is still very much in draft, and may change as a result of ongoing conversations with the Audit Office.

Kind regards
Jeanne

From: Cassandra Wilkinson
Sent: Thursday, 16 December 2021 10:08 AM
To: Jeanne Vandenbroek ; Benedicte Colin

Subject: Jeanne - grateful

If you can share the note please

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