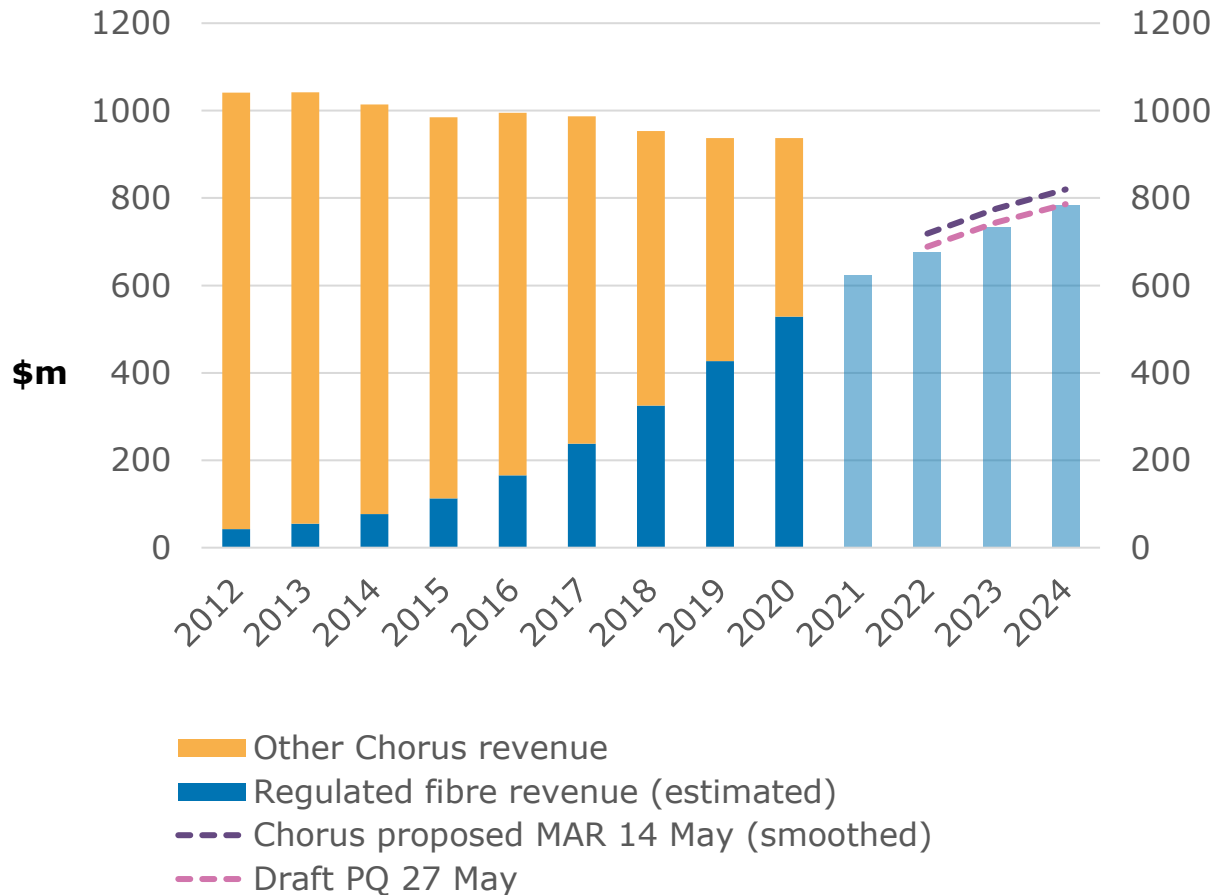


MAR ranges vs forecast fibre revenues



Note: Chorus assessment of FFLAS revenue is based on final Input Methodologies. Forecast revenues updated to reflect current business plan. Subject to completion of Commerce Commission process.

Table X3 Draft building blocks revenue components (\$m, nominal)

Component	2022	2023	2024
Total return on capital	139.8	115.1	100.8
<i>Return on assets (RAB x WACC)</i>	260.0	257.3	253.9
<i>Revaluations</i>	-78.7	-99.2	-109.5
<i>Ex-ante stranding allowance</i>	5.5	5.4	5.4
<i>Benefit of Crown finance</i>	-48.9	-50.4	-50.8
<i>TCSD allowance</i>	1.9	1.9	1.9
Opex allowance	154.1	150.1	146.0
Total depreciation	466.4	448.8	447.0
<i>Core fibre assets</i>	263.1	271.4	291.4
<i>Financial loss asset</i>	203.3	177.4	155.6
Tax allowance	0.0	0.0	0.0
In-period smoothing	-85.1	15.6	76.9
Total	675.2	729.6	770.7

Source: page 9, Commerce Commission draft decision 27 May 2021. Note: Total excludes pass-through costs of ~\$15m p.a.