

m e d i a r e l e a s e

Date: 15 May 2006

Subject: Snowy Hydro Limited Board Changes

Mr Robert Barry, Dr Bruce Cohen, Dr Huw Davies and Ms Arlene Tansey announced their retirement today from the Board of Snowy Hydro Limited.

These directors, other than Dr Cohen who joined in December 2003, have been on the Board of Snowy Hydro since it was corporatised in June 2002. They have overseen the merger of Snowy Hydro Trading Pty Limited and the Snowy Mountains Hydro-electric Authority to create Snowy Hydro Limited. More recently, they have prepared the Company for its imminent Initial Public Offering.

During their period of stewardship, Snowy Hydro's earnings have grown strongly creating a significant increase in value for the company's shareholders. In addition, Snowy Hydro has acquired a gas peaking plant with a further gas peaking plant under construction and has entered the retail electricity market. These are the first new business initiatives undertaken by Snowy Hydro since the Snowy Scheme was built.

The Board and management thank the retiring directors for their significant contribution. Robert Barry has been Chairman since December 2003 and the Board and management express their sincere appreciation for Mr Barry's leadership, his wise counsel and support.

Robert Barry, on behalf of the retiring directors, wishes Snowy Hydro great success as a listed entity.