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media release

October 25, 2006

AGL Energy to Begin Trading

The Chief Executive Officer of AGL (ASX:AGL), Mr Paul Anthony, today said he welcomed the successful conclusion and implementation of the merger of AGL's infrastructure assets with Alinta Limited and the subsequent separation of AGL Energy.

Mr Anthony said "As of today, the transaction implementation date, AGL Energy (ASX:AGK) is a reality. AGL Energy is Australia's leading integrated energy company, having the largest retail customer base in the key south eastern Australia markets, a diversified mix of power generating assets and a growing portfolio of upstream gas investments and gas wholesale supply contracts.

"We have a strong pipeline of identified development projects and opportunities that will facilitate cash flow and dividend growth for Shareholders. Delivering value for our Shareholders is our key focus.

"While the Scheme has now been successfully implemented, there remain some commercial matters to be resolved between the parties. AGL remains committed to the professional and timely resolution of these outstanding issues. Our primary focus is on running and building our business in the best interest of our Shareholders" Mr Anthony said.

Trading information

Holding statements in relation to shares in New Alinta and AGL Energy issued to AGL Scheme Participants (other than Ineligible Overseas AGL Shareholders) have also been dispatched today.

Deferred settlement trading in AGL Energy shares and New Alinta shares ceased at the close of trading today, 25 October 2006 and normal trading of New Alinta shares and AGL Energy shares will commence on 26 October 2006.

An application has been made to ASX for the de-listing of AGL and AGL anticipates that the de-listing will occur after the close of trading on 26 October 2006.

Further enquiries:

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