

Pre-Allocation Update

SOUTHERN CONNECTED SYSTEM

Key Events

13.01.2017

Key market events from the last fortnight

Contact your broker to discuss how this could impact your water requirements

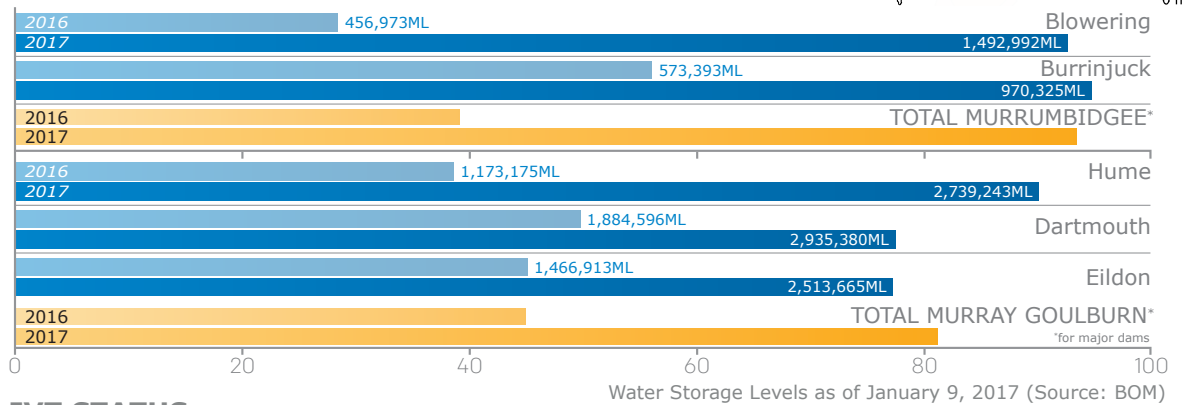
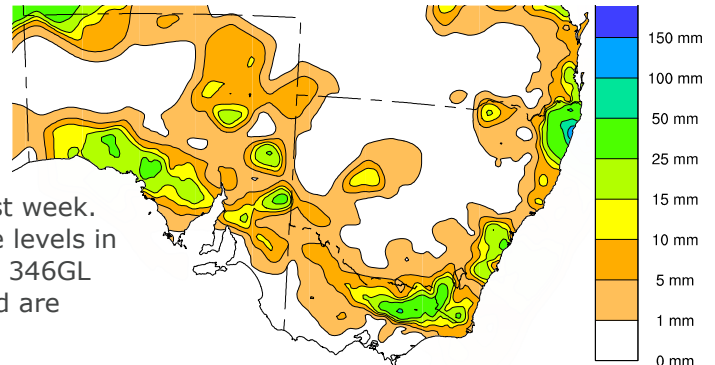
Next Allocation Announcement
VIC
Jan 17

NSW FORTNIGHTLY ALLOCATIONS HAVE CEASED
Now that major systems have 100% Allocation, fortnightly NSW Allocations will cease for the remainder of the water year

CURRENT WATER MARKET DRIVERS

WEATHER

A cold front and trough, bringing rainfall and gusty winds to southeast Australia, resulted in flood and severe weather warnings for various parts of SA and VIC. Some areas have received over 25mm over the past week. However, ABARES stated water storage levels in the Murray-Darling Basin decreased by 346GL during the week ending 12 January and are currently at 82% of total capacity.



IVT STATUS

Transfers from the Goulburn to the Murray system have commenced as of 10 January 2017, with the aim to transfer a volume of 35 GL to 40 GL by the end of January 2017. A total volume of 180 GL is planned to be delivered to the end of the 2016/17 season. Transfers from the Campaspe system to the Murray system are also likely to occur before the end of season 2016/17.

The potential opening of out trade from the Goulburn to the Murray and the Murrumbidgee to the Murray will likely have an influence on the water market through February and March.

COMMONWEALTH ENVIRONMENTAL WATER HOLDER RELEASE

The Commonwealth Environmental Water Holder (CEWH) has announced plans to consider selling water allocations in the Goulburn catchment in the January to March quarter. However, the trades were likely to occur later in that quarter.

Waterfind is of the belief that changes in the status of the Goulburn IVT and Murrumbidgee IVT will have more impact on the market than this potential water release from the CEWH.

TEMPORARY WATER PRICE (\$/ML)^

NSW Murray 10	\$70 ↓	NSW Murray 11	\$70 ↓	NSW Murrumbidgee	\$40 ↓
VIC 6	\$70 ↓	VIC 1A / VIC 7	\$70 ↓	SA Irrigation	\$70 ↓
- ABOVE BARMAH CHOKE -		- BELOW BARMAH CHOKE -		^Prices compared to 14 December	

CONFIRMED ALLOCATIONS AS OF LAST ANNOUNCEMENT ON NOVEMBER 15

NEW SOUTH WALES		VICTORIA		SOUTH AUSTRALIA	
Murrumbidgee HS	100%	Goulburn HR	100%	SA Irrigation (Class 3)	100%
Murrumbidgee GS	100%	Campaspe HR	100%	Stock & Domestic (Class 1)	100%
NSW Murray HS	100%	Murray HR	100%	Country Towns (Class 2)	100%
NSW Murray GS	100%	Loddon HR	100%	Industry (Class 5)	100%