

Pre-Allocation Update

SOUTHERN CONNECTED SYSTEM

Key Events

31.01.2017

Key market events from the last fortnight

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

Next Allocation Announcement

VIC
Feb 15

NSW FORTNIGHTLY ALLOCATIONS HAVE CEASED

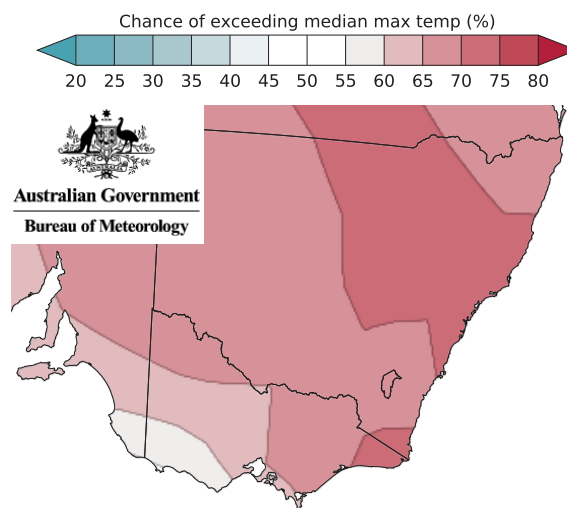
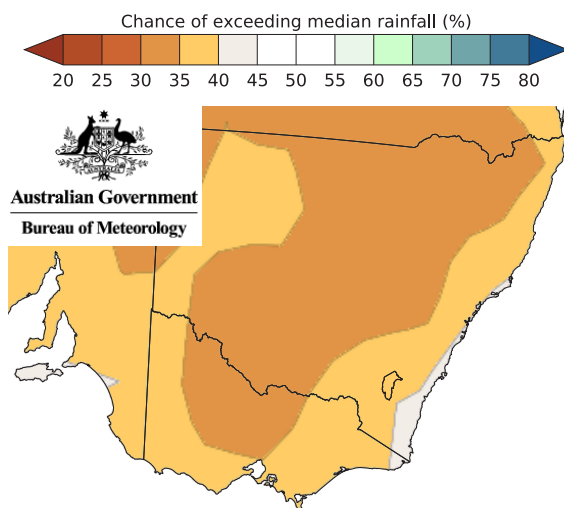
Now that major systems have 100% Allocation, fortnightly NSW Allocations will cease for the remainder of the water year

CURRENT WATER MARKET DRIVERS

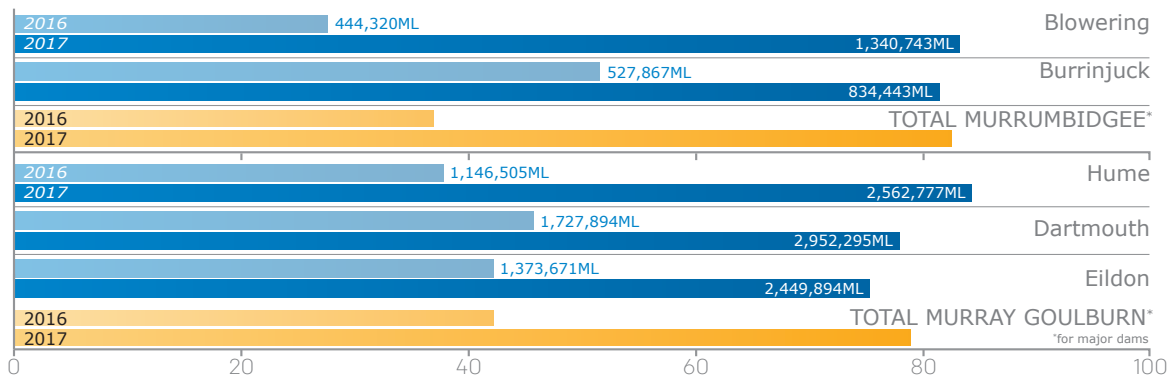
WEATHER

On Jan 25, the BOM released an updated outlook for February to April. Key points included:

- Feb to April rainfall is likely to be below average for parts of eastern and central Australia
- Feb to April max temps are likely to be warmer than average in eastern and central Australia
- Feb to April min temps are likely to be warmer than average in parts of eastern Australia



CURRENT STORAGE



Water storage levels as of 31 January 2017 | Source: BOM

VIC SEASONAL DETERMINATIONS

The first outlook for 2017/18 seasonal determinations will also be released on Wednesday February 15, 2017.

As of January 15, the shortfall volume needed in the Murray system to meet all system operating needs and high-reliability water shares in 2017/18 was 110 GL. Once reached, low-reliability water shares are able to be allocated. The Goulburn system shortfall to announcing an allocation of low-reliability water shares in 2016/17 is about 565 GL.

TEMPORARY WATER PRICE (\$/ML)^

NSW Murray 10	\$45 ↓	NSW Murray 11	\$50 ↓	NSW Murrumbidgee	\$30 ↓
VIC 6	\$45 ↓	VIC 1A / VIC 7	\$52 ↓	SA Irrigation	\$52 ↓
- ABOVE BARMAH CHOKE -		- BELOW BARMAH CHOKE -		^Prices compared to 13 January	

CONFIRMED ALLOCATIONS AS OF LAST ANNOUNCEMENT ON JANUARY 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%