

Pre-Allocation Update

SOUTHERN CONNECTED SYSTEM

Key Events

14.09.2017

Key market events from the last fortnight

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

FORTNIGHTLY ALLOCATIONS

The next Allocations for NSW & VIC will be announced on 15 September 2017.

TRADING RESTRICTIONS

The Barmah Choke remains closed | Two small transfers (1,500ML) have enabled trade from up to down since Sept 1 - below threshold required to open trade on Waterfind market.

Trade from NSW to VIC is currently limited to volume traded from VIC to NSW. The risk of spill in the Murray system remains above 10%. "There will be a deduction from spillable water accounts in the Murray system. Volume and percentage deducted will be confirmed in the seasonal determination announcement on Sept 15." The next Risk of Spill Announcement is due on October 10.

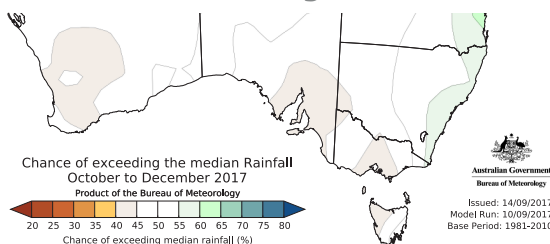
Murrumbidgee IVT limit is currently at 78.2GL. Trade out of the Murrumbidgee into the Murray system remains open. In the past week, prices have remained steady at ~\$130/ML.

BOM OUTLOOK

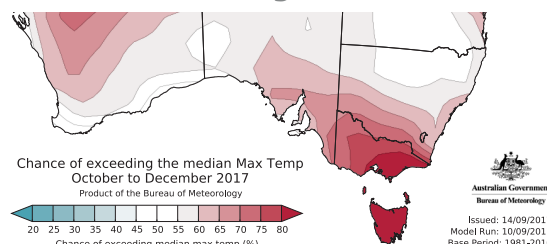
The BOM released it's Oct-Nov 2017 Outlook on 14 Sep. There is an equal chance of wetter or drier conditions across Australia. Daytime temperatures are likely to be warmer than average for the southeast of Australia for October to December.

BOM October to December Outlook

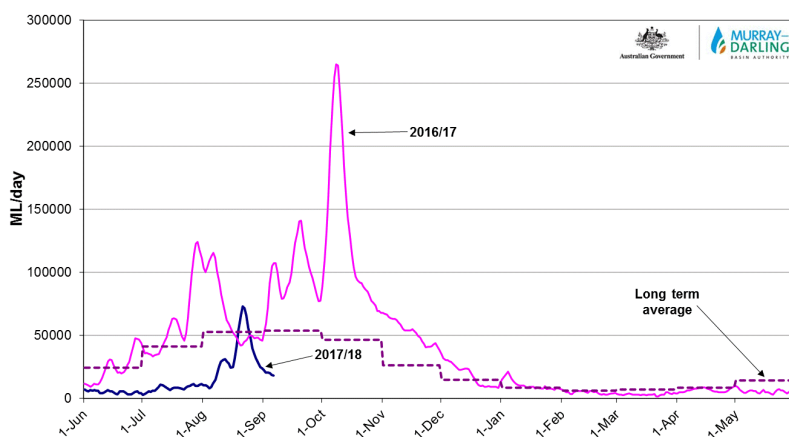
Chance of Exceeding Median Rainfall



Chance of Exceeding Median Max Temp



Murray System Daily Inflows | ex Snowy, Darling, inter-valley trade & Environmental Inflows



Inflows into the Murray system are below the long-term average and well below the levels in 2016/17, which saw significant rainfall in the preceding months.

The BOM have declared an equal chance of wetter or drier conditions between October and December, with maximum daytime temperatures above average for the same period.

Source: MDBA 6 September 2017.

TEMPORARY WATER PRICE (\$/ML) | CHANGE SINCE SEPTEMBER 1

NSW Murray 10 \$119↑	NSW Murray 11 \$130-	NSW Murrumbidgee \$130-
VIC 6 \$110-	VIC 1A \$95↓ VIC 7 \$130-	SA Irrigation \$130-
- ABOVE BARMAH CHOKE -		- BELOW BARMAH CHOKE -

CURRENT ALLOCATIONS | 1 SEPTEMBER

NEW SOUTH WALES		VICTORIA		SOUTH AUSTRALIA	
Murrumbidgee HS	95%	Goulburn HR	60%	SA Irrigation (Class 3)	100%
Murrumbidgee GS	29%	Campaspe HR	100%	Stock & Domestic (Class 1)	100%
NSW Murray HS	97%	Murray HR	90%	Industry (Class 5)	100%
NSW Murray GS	20%	Loddon HR	60%	Recreation (Class 4)	100%