

Pre-Allocation Update

SOUTHERN CONNECTED SYSTEM

Key Events

30.11.2017

Key market events from the last fortnight

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

FORTNIGHTLY ALLOCATIONS

The next Allocations will be announced on 1 December for VIC and NSW.

TRADING RESTRICTIONS

The Barmah Choke remains closed.

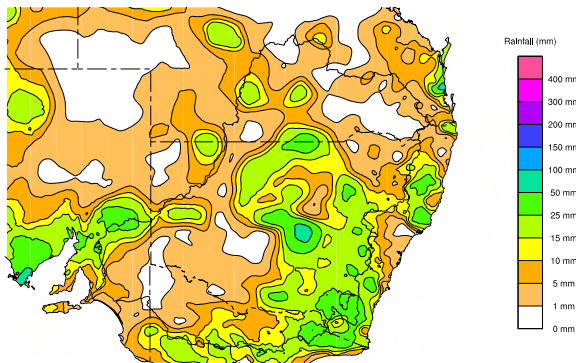
Trade from NSW to VIC Current risk of spill limit allows 200GL net trade from NSW to VIC.

Murrumbidgee IVT limit has been reached. Trade into the Murrumbidgee is now closed. Trade out of the Murrumbidgee into the Murray system remains open.

Trade out of the Goulburn remains closed.

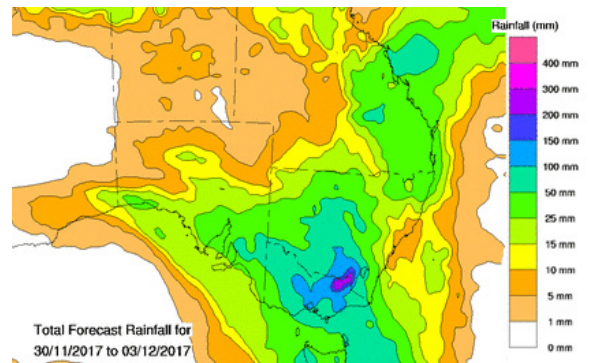
BOM RAINFALL SUMMARY

WEEKLY RAINFALL TO 29 NOV



There has been some rainfall across the Southern Connected System over the past week. Storages are slightly higher in the Murray compared to last month, but lower in the Murrumbidgee and Goulburn.

4 DAY RAINFALL FORECAST



A weather warning is currently in place for SA, VIC and NSW. Forecasts suggest that substantial rainfall is coming, with up to 300mm expected. Many regions are likely receive above average rainfall in Dec.

LA NINA EVENT

ENSO Outlook has been raised to La Niña ALERT. This means the chance of a La Niña forming in late 2017 is around 70%; triple the normal likelihood. A La Niña ALERT is not a guarantee that La Niña will occur; it is an indication that most typical precursors of an event are in place. Climate models suggest that if event does occur, it is likely to be weak and short-lived.

TEMPORARY WATER PRICE (\$/ML) | CHANGE SINCE 14 NOVEMBER

| | | |
|-----------------------------|---|--------------------------------|
| NSW Murray 10 \$110↓ | NSW Murray 11 \$120↓ | NSW Murrumbidgee \$126↓ |
| VIC 6 \$120- | VIC 1A \$80↓ VIC 7 \$120↓ | SA Murray \$120↓ |
| - ABOVE BARMAH CHOKE - | | - BELOW BARMAH CHOKE - |

Table 1. 2017/18 Outlooks for Major New South Wales Irrigation Districts

| | 1 Dec 2017 | 1 Feb 2018 | 1 Dec 2017 | 1 Feb 2018 |
|----------------------------------|------------|------------|--|------------|
| NSW MURRAY GS[^] | | | NSW MURRUMBIDGEE GS[^] | |
| Dry⁺ | 43% | 53% | 33% | 33% |
| Very Dry⁺⁺ | 39% | 45% | 33% | 33% |

Table 2. 2017/18 Outlooks for Victorian Irrigation Districts

| | Similar inflow Season | 15 Dec 2017 | 15 Feb 2018 |
|-----------------------------------|-----------------------|-------------|-------------|
| VIC GOULBURN AND LODDON HR | | | |
| Dry | 2015/16 | 97% | 100% |
| Extreme Dry | 2006/07 | 95% | 98% |

Table 3. Current Allocations | 14 November

| NEW SOUTH WALES | | VICTORIA | | SOUTH AUSTRALIA | |
|-----------------|-----|-------------|------|----------------------------|------|
| Murrumbidgee HS | 95% | Goulburn HR | 94% | SA Irrigation (Class 3) | 100% |
| Murrumbidgee GS | 33% | Campaspe HR | 100% | Stock & Domestic (Class 1) | 100% |
| NSW Murray HS | 97% | Murray HR | 100% | Industry (Class 5) | 100% |
| NSW Murray GS | 35% | Loddon HR | 94% | Recreation (Class 4) | 100% |

⁺Murray and ⁺⁺Murrumbidgee currently tracking around this scenario.

[^]Licence holders can add individual carryover to the relevant percentage.