



MARKET NOTICE

Market Notice: 2016_4

Date: 8 July 2016

Subject: AFMA Carbon Addendum CRP methodology resolved

AFMA's Electricity Committee has been discussing issues with respect to the current AFMA Australian Carbon Benchmark Addendum, within the context of the retrospective carbon tax repeal in 2014. The intent of these discussions has been to make improvements to the current Addendum by agreeing on a new methodology for determining the Carbon Reference Price (CRP).

The Committee has now selected a proposed methodology for the CRP, after consideration of the feedback from a general market consultation process that occurred in March/April. The final agreed methodology has now been published (with explanatory notes) within the AFMA Guide to Australian OTC Transactions.

About AFMA

The Australian Financial Markets Association (AFMA) is the leading industry association promoting efficiency, integrity and professionalism in Australia's financial markets and provides leadership in advancing the interests of all market participants. These markets are an integral feature of the economy and perform the vital function of facilitating the efficient use of capital and management of risk. Market participants perform a range of important roles within these markets, including financial intermediation and market making.

AFMA represents over 120 members including Australian and international banks, leading brokers, securities companies, state government treasury corporations, fund managers, traders in electricity and other specialised markets and industry service providers.