

Memorandum

To	AER DMO Team	Date	23.02.2022
From	Richard Lenton	Ref	J0795
Subject	Correction to table 4.2 in our report		

On 14 February 2022, ACIL Allen provided its final report to the AER for the Draft Determination of DMO 4, *Default Market Offer 2022-23: Wholesale energy and environmental cost estimates for DMO 4 Draft Determination* (ACIL Allen, February 2022) (our report).

I attach an updated version of our report in which table 4.2, the contract price summary for New South Wales, has been updated. The previous version of our report showed the trade weighted average prices based on ASX Energy data up to 17 November 2021 (the cut-off date used for our preliminary results to the AER), rather than up to 11 January 2022 (the cut-off date used for the Draft Determination). This results in a minor change in the reported contract prices for New South Wales.

Importantly, this update to our report does not impact the estimates of the WECs for New South Wales for the Draft Determination, since the contract data up to 11 January 2022 was used in the hedge model. We also note, the WEC estimates will be updated for the Final Determination using the latest available data from ASX Energy at that time.

Kind regards,

Richard Lenton

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