

19 May 2017

AEMC

Reference ERC0220

Liquid Capital Australia expresses support for the NER change as proposed by Westpac, Liquid Capital has been an active participant in SRA since 2009 with significant holdings out the current 3 year term. A significant frustration for LCA over the years has been an inability to trade out of existing SRA positions; as such our involvement in certain auctions is significantly curtailed. We believe the rule change as proposed by Westpac will improve the liquidity of settlement residues market allowing all participants from retailers/generators/proprietary to execute their strategies with anonymity and also reduce the potential cost to all participants of individual failure i.e. SRA's handed back to AEMO.

Liquid Capital Australia believes this is in the market interest, as it promotes liquidity and significantly improves the ability of participants to directly manage their SRA exposures.

Regards

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