

[FINANCIAL INSTITUTION LETTERHEAD]

TO: Australian Energy Market Operator Limited
ABN 94 072 010 327
Level 22, 530 Collins Street
MELBOURNE VIC 3000

Attention: Executive General Manager - Markets

Dear Sir

Guarantee

Defined Terms and Details

Unless otherwise defined, the meaning of all capitalised terms is specified in the table below:

Participant:	Name:	Click here to enter text.	
	ABN:	Click here to enter text.	
	Address:	Click here to enter text.	
	Email address:	Click here to enter text.	
Market and Rules:	<input type="radio"/> National Electricity Market (National Electricity Rules) <input type="radio"/> Victorian Wholesale Gas Market (Part 19 of the National Gas Rules) <input type="radio"/> Short Term Trading Market (Part 20 of the National Gas Rules) <input type="radio"/> Gas Supply Hub (Exchange Agreement under Part 22 of the National Gas Rules) and Capacity Auction (the Participant's Capacity Auction Agreement under Part 25 of the National Gas Rules). Refer to the Introduction below.		
Financial Institution:	Name:	Click here to enter text.	
	ABN:	Click here to enter text.	
	Address:	Click here to enter text.	
	Email address:	Click here to enter text.	
	Contact Person:	Name and/or title	Click here to enter text.
	Telephone	Click here to enter text.	
Maximum Amount:	AUD Click here to enter text.		
Guarantee No:	Click here to enter text.		
Effective Date:	Click here to enter a date.		
Expiry Date:	Click here to enter a date.		

Introduction

The Participant is a participant in the Market, which is governed by the Rules and is administered by the Australian Energy Market Operator Limited (“**AEMO**”).

The Participant is required to make payments to AEMO under the Rules from time to time. The Participant is also required under the Rules to comply with certain prudential requirements. The purpose of the prudential requirements is to provide security for AEMO and the other participants in the Market in respect of the Participant’s participation in the Market (including, without limitation, for any payments the Participant is required to make under the Rules that AEMO is required to subsequently disgorge under laws relating to insolvency or the protection of creditors or similar matters).

The Financial Institution unconditionally and irrevocably acknowledges that if:

- (a) the Participant is an auction participant in the Capacity Auction and also an exchange member in the Gas Supply Hub at any time; or
- (b) the Participant is an auction participant in the Capacity Auction as at the date of this Guarantee and is registered as an exchange member in the Gas Supply Hub after the date of this Guarantee; or
- (c) the Participant is an exchange member in the Gas Supply Hub as at the date of this Guarantee and is registered as an auction participant in the Capacity Auction after the date of this Guarantee,

pursuant to the Capacity Auction Agreement, amounts owed by or to the auction participant under the Capacity Auction Agreement and the Exchange Agreement are jointly settled and this Guarantee applies to payments the Participant is required to make to AEMO under or in relation to the Exchange Agreement and the Capacity Auction Agreement from time to time and the prudential requirements under or in relation to the Exchange Agreement and the Capacity Auction Agreement from time to time regardless of whether the Financial Institution is notified or consents to the Participant’s registration as an auction participant in the Capacity Auction or as an member in the Gas Supply Hub.

Undertaking

At the request of the Participant and in consideration of AEMO’s:

- (a) acceptance of this Guarantee for the purposes of the prudential requirements under the Rules at our request; or
- (b) payment or agreement to pay us the sum of \$1; or
- (c) extending other valuable consideration to the Participant at our request,

the Financial Institution unconditionally and irrevocably undertakes to pay to AEMO on demand from time to time any and all amounts (in Australian currency) to an aggregate amount not exceeding the Maximum Amount.

Demand

A demand from AEMO under this Guarantee must:

- 1 be in writing and sent, presented or emailed to the Financial Institution at the address and email address specified in the Details;
- 2 state it is sent under the Guarantee No specified in the Details;
- 3 specify the amount demanded by AEMO;
- 4 specify the time at which payment is to be made (such time to be not less than one hour after the demand is received by the Financial Institution);
- 5 specify the account into which payment is to be made; and
- 6 be signed by, or purportedly signed by, the Chief Executive Officer or the Executive General Manager - Markets of AEMO or any person acting in the place of or performing the duties of either of those officers.

Any telephone communications to the Financial Institution should be directed to the Contact Person using the

Contact Person Telephone No.

The Financial Institution must pay the amount specified in a demand in cleared funds to the account specified in the demand at or before the time specified for payment, however, if:

- (A) in the case where the demand is sent, it is received by the Financial Institution; or
- (B) in the case where the demand is presented or emailed, it is received by the Financial Institution,

(as the case may be) on a day that is not a Business Day or after 3.00 pm in the place where the relevant office of the Financial Institution is situated on a Business Day, the Financial Institution will be taken to have received the demand at 9.00 am in the place where the relevant office of the Financial Institution is situated on the next Business Day. For this purpose, a "Business Day" is a day on which the Financial Institution is open for business in the city in which the Financial Institution's address set out in the Details is located.

If a demand under this Guarantee is emailed to the Financial Institution, AEMO must provide to the Financial Institution the original of the demand as soon as practicable after the email is sent. Notwithstanding this requirement, the Financial Institution must pay the amount specified in the emailed demand on the basis of the emailed demand.

Other matters

The Financial Institution must make the payment demanded without reference to the Participant and notwithstanding any contrary notice or direction from the Participant.

This Guarantee is a primary obligation and is not reduced, impaired, discharged or otherwise affected by anything that might otherwise affect it, or would discharge a surety, at law or in equity including, but not limited to, any extension or variation to the Rules or the Participant's participation in the Market or time or other indulgence or forbearance on the part of AEMO on the one hand or the Participant on the other hand to each other made or agreed without the Financial Institution's knowledge or consent.

The Financial Institution irrevocably waives to the fullest extent it is permitted to do so by law any right to claim sovereign immunity for itself and its assets (including from jurisdiction, enforcement or execution) to which it might otherwise be entitled in any action based on this Guarantee that may be instituted in a competent court.

This Guarantee:

- (a) may not be assigned without the Financial Institution's written consent; and
- (b) is governed by and construed in accordance with the laws of Victoria.

Effective Date

This Guarantee will take effect on and from the Effective Date.

Termination

A demand may be made under this Guarantee at any time until the first to occur of:

- (i) the Financial Institution receiving notice in writing signed by, or purportedly signed by, the Chief Executive Officer, Executive General Manager - Markets or Group Manager - Market Management of AEMO or any person acting in the place of or performing the duties of any of those officers that the Guarantee is no longer required;
- (ii) the return by AEMO of this original Guarantee to the Financial Institution;
- (iii) payment to AEMO by the Financial Institution of the whole of the Maximum Amount;
- (iv) replacement of this Guarantee by another guarantee in a form satisfactory to AEMO for an amount agreed to by the Participant and AEMO; and
- (v) 5.00 pm, in the place where the relevant office of the Financial Institution is located, on the Expiry Date (unless prior to that date AEMO notifies the Financial Institution in writing that an application has been

made for the winding up of the Participant, in which case this Guarantee will continue until the first to occur of the events listed in paragraphs (i), (ii), (iii) and (iv)).

The Financial Institution may at any time, without being required to do so, pay to AEMO the Maximum Amount less any amounts the Financial Institution may have already paid under this Guarantee (or such lesser sum as the Chief Executive Officer or Executive General Manager - Markets of AEMO may in writing agree) and thereupon its liability under this Guarantee immediately ceases and determines.

Once demands may no longer be made under this Guarantee for any of the reasons specified above, AEMO must return it to the Financial Institution.

SIGNED by [*insert name of attorney*] as attorney)
for [*insert name of Financial Institution*] under)
power of attorney dated [*insert date of power of*])
attorney in the presence of:)

Signature of witness)

Name of witness (block letters))

Address of witness)

Occupation of witness)

Date)

By executing this instrument the attorney states that the attorney has received no notice of revocation of the power of attorney