

IN THE DISPUTE RESOLUTION PANEL AT MELBOURNE
(Constituted for determinations as to compensation under rule 238 of the National Gas Rules)

Origin Energy (Vic) Pty Ltd
(ABN 11 086 013 283) (Claimant)

and

Australian Energy Market Operator(ABN 94 072 010 327) (AEMO)

PROCEDURAL DIRECTION NO 1

DISPUTE RESOLUTION PANEL: Peter R D Gray KC and Gregory H Thorpe

WEMDRA: Shirli Kirschner Resolve Advisors

DATE OF DIRECTION: 24 October 2022

HOW OBTAINED: -

OTHER MATTERS: On 12 October 2022 the DRP held a hearing in relation to the Claimant's claims for compensation for June and July 2022. At the hearing the DRP invited the Claimant and AEMO to produce further materials and submissions by 17 October 2022. After considering two revised spreadsheets of claims produced by the Claimant, the DRP requires further information from the Claimant before determining the Claimant's claims for compensation. In making its determinations of those claims, the DRP may rely on the revised spreadsheets and the further information to be produced by the Claimant in response to the directions below.

THE DISPUTE RESOLUTION PANEL DIRECTS THAT:

1. By 3 November 2022, subject to directions 2 and 3 below, the Claimant provide to the DRP and AEMO a brief submission in writing explaining why and to what extent it should be compensated for the proportion of the annual cost of the LNG facility for the months preceding the withdrawal of natural gas directed by AEMO in June and

July 2022, including the justification for claiming certain Stock Transfer costs in May 2021 and a proportion of storage costs from July 2021 to July 2022.

2. In the submission, the Claimant must also address:
 - a. whether and to what extent the Claimant's use of the LNG facility over the period July 2021 to July 2022 provided revenues to the Claimant other than revenues derived from the Short Term Trading Market operated by AEMO (for example from hedging or similar agreements); and
 - b. if and to the extent that the Claimant derived such other revenues in the period from July 2021 to July 2022, how the DRP should take this into account when assessing compensation; and
 - c. in respect of Stock Transfer:
 - i. explain what is 'Stock Transfer';
 - ii. explain the relationship between the invoice for Stock Transfer in May 2021 with the compensation claim relating to June 2022; and
 - iii. explain the basis for each of the four values in the equation for cell N8 in the June spreadsheet.
3. The Claimant may if it chooses provide to the DRP the information required by paragraph 2a above in the form of a confidential annexure to its submission, and if so:
 - a. the DRP will, subject to hearing and deciding any arguments to the contrary from AEMO, treat the annexure as confidential as between the Claimant and the DRP; and
 - b. if AEMO wishes to argue that it should have access to the annexure, AEMO is to give notice of this and provide a written outline the arguments in support of access to the DRP and the Claimant, by 27 October 2022.

Date: 24 October 2022



Peter R D Gray KC
liability limited by a scheme approved
under professional standards legislation

G.H. Thorpe

Gregory H Thorpe