

Good afternoon All,

For the month of April 2021 we anticipate having the quantities of gas set out below available for sale. You are invited to submit your offer, before close of business (Perth Time) on Friday the 26th of March, if you would like to offer to purchase all or part of this gas, quoting the indicative daily volumes of gas that you wish to purchase and the Offer Price at which you are prepared to complete the purchase. We will advise successful buyers by midday (Perth Time) on Monday the 29th of March and complete contracts from the 29th to 31st of March.

Buyers, please note that offers should be directed only to Spot_Market_Offers@gastrading.com.au.

Market Dynamics

As at the 15th of March we are on track to trade 447 TJ of gas (On Market), and 70TJ (Off Market), for the month of March 2021. The decrease in traded volumes relative to the bidding round report can be explained by unplanned maintenance and delayed return from planned maintenance, not price increases. The March On Market volumes are up 12% on February's final On Market trading volume (401 TJ) and down 8% on the anticipated March sales volume of 483 TJ. Off Market sales volumes have decreased over February (see table below) and are expected to continue at current levels in the second half.

The On Market traded volumes have stabilised at around 400 to 500TJ per month. It is still not clear whether buyers or sellers will be driving the market in coming months although some buyers are considering a reduction in their reliance on the spot market given recent price increases. The price rise in the first quarter has significantly spooked the market.

We continue to anticipate that traded volumes will remain at current levels but it remains to be seen whether price rises since January cause the market to contract for the moment.

The recent supply side constraints on the market have materially softened. The market remains hypersensitive to gas plant outages.

Planned Outages

As at 2:22pm on 16/3/21, there are no gas processing plant maintenance planned outages scheduled for April 2021. The GGP is expected to reduce capacity to 173 TJ (from nameplate 202TJ) due to compressor maintenance on the 17th but this is not expected to impact deliveries.

The Offer Price range increased in March, to \$ 1.21 per GJ, with the range from \$3.39 to \$4.60 per GJ. All bids below \$4.50 per GJ were offered supply at the Bidding Round price of \$4.55 per GJ. One bidder declined the Bidding Round price and consumption dropped by around 3%. No contract came into effect in March at a price below \$4.50 per GJ. The Back Up Gas Price for March is \$ 4.88 per GJ. The difference between the Back Up Gas Price of \$4.88 per GJ and the Bidding Round price of \$4.55 per GJ reflects the fact that gas available to meet sales above the Bidding Round quantities is more expensive.

The currently anticipated average March On Market price is \$ 4.53 per GJ (as at the 15th of March). This average is slightly below the \$4.55 per GJ average February price and is one cent above the March average price anticipated at the start of the month.

Some buyers in the market have recently reduced their reliance on the gasTrading Spot Market™ in light of increased prices, turning instead to other supply portfolio options, but new buyers continue to enter the market. Where the demand side of the gasTrading Spot Market™ trends after the latest round of price hikes will depend on the perceived spot price path, on how other short contract gas sellers engage the market and on the purchasing behaviour of major buyers.

The supply shortages in January have eased and the market has freed up. The absence of planned outages in April would suggest that supply will remain liquid. Agora Gas continues to engage the market and will seek additional Back Up Gas for the April market. This process of re-contracting, to top up supplies of Back Up Gas saw a reduction in the Back Up Gas Price from \$3.65 per GJ in February 2018 to a low of \$2.10 per GJ in February 2020 with a recent rebound back to \$4.95 per GJ in February 2021. Current feedback indicates the purchasing behaviour of major buyers is being significantly affected by the increase in price. We anticipate that the Back Up Gas Price will remain above 2020 levels for the moment. The quantity of gas available at the current Back Up Gas Price is sufficient to meet the market requirement although the situation is under constant review. We will publish the Back Up Gas Price for April with the Bidding Round Results Summary.

The table below summarises Agora Gas' On Market and Off Market spot gas sales since March 2020. (See web site for the traded volumes for the market as a whole and for data over a longer period.)

	On Market	Off Market	Total	
Month	(TJ)	(TJ)	(TJ)	Comment
Mar-20	339.020	0.000	339.020	
Apr-20	326.117	63.080	389.197	
May-20	725.120	95.300	820.420	
Jun-20	656.481	71.179	727.660	
Jul-20	346.450	150.800	497.250	
Aug-20	607.991	517.900	1125.891	
Sep-20	218.800	171.900	390.700	
Oct-20	303.100	142.850	445.950	
Nov-20	465.350	88.235	552.585	
Dec-20	305.800	99.000	404.800	
Jan-21	503.500	100.500	604.000	
Feb-21	378.920	66.300	445.220	
Mar-21	149.925	34.400	184.325	<i>:to 15 March</i>

Agora Gas continues to seek the most attractive sources of Back Up Gas to ensure the market remains liquid and competitively priced. Although Agora is the principal seller in the market, it is one of two gas sellers in the market in March. There may be two sellers in the market in April, but that is not clear.

We will publish the summary results of the April **Bidding Round** as soon as possible but no later than the 31st of March on the web site link below.

Market Update

The results of the March **Bidding Round**, and the gasTrading Spot Market™ history to February, can be found at <http://www.gastrading.com.au/spot-market/historical-prices-and-volume>

We have continued strong supply side support for the market. At this time, we expect that market support will be looking to buyers at or above \$4.55 per GJ.

The indicated daily volumes available for April 2021 represent recent market trading volumes. Given that this gas will largely be procured for the market by Agora Gas' Off Market purchases, these volumes are very price sensitive and will increase or decrease in response to Offers received from buyers and the daily availability of supply.

In March 2021, to the 15th, 100% of daily contract volumes were filled in all price quartiles of the market.

Gas Available March 2021	
Date	Quantity TJ
1/03/2021	17.00
2/03/2021	17.00
3/03/2021	17.00
4/03/2021	17.00
5/03/2021	17.00
6/03/2021	17.00
7/03/2021	17.00
8/03/2021	17.00
9/03/2021	17.00
10/03/2021	17.00
11/03/2021	17.00
12/03/2021	17.00
13/03/2021	17.00
14/03/2021	17.00
15/03/2021	17.00
16/03/2021	17.00
17/03/2021	17.00
18/03/2021	17.00
19/03/2021	17.00
20/03/2021	17.00
21/03/2021	17.00
22/03/2021	17.00
23/03/2021	17.00
24/03/2021	17.00
25/03/2021	17.00
26/03/2021	17.00
27/03/2021	17.00
28/03/2021	17.00
29/03/2021	17.00
30/03/2021	17.00
31/03/2021	17.00

527.00

Regards
Mike Lauer