

UPDATE 64

13 November 2019

In November 2017, the AEMC made a final rule to reduce the time interval for financial settlement in the national electricity market from 30 minutes to 5 minutes, starting on 1 July 2021.

AFMA established a working group of member participants to discuss various issues pertaining to the efficient functioning of the OTC electricity derivatives market, with a view to determining market practices, market conventions and documentation to cater for the introduction of 5 minute settlement.

In November 2019, members agreed on final versions for various sample confirmations, including an updated version of the fixed forward commodity contracts, and agreed to archive 2 unused documents. Details are as below:

[U64.01] Section 3.8.10 – Sample Confirmation for fixed forward commodity contracts for cash settlement with commentary

In June 2019, members agreed on a final version of a Sample Confirmation for fixed forward commodity contracts for cash settlement with commentary (refer Update 63). The previous version of this document can be found in section 6.2 Archive.

In November 2019, members agreed on an updated final version of a Sample Confirmation for fixed forward commodity contracts for cash settlement with commentary.

[U64.02] Section 3.8.11 – Sample Confirmation for price cap electricity commodity contracts for cash settlement with commentary

In November 2019, members agreed on a final version of a Sample Confirmation for price cap electricity commodity contracts for cash settlement with commentary. The previous version of this document can be found in section 6.2 Archive.

[U64.03] Section 3.8.12 – Sample Confirmation for price floor electricity commodity contracts for cash settlement with commentary

In November 2019, members agreed on a final version of a Sample Confirmation for price floor electricity commodity contracts for cash settlement with commentary. The previous version of this document can be found in section 6.2 Archive.

[U64.04] Section 3.8.13 – Sample Confirmation for price collar electricity commodity contracts for cash settlement with commentary

In November 2019, members agreed on a final version of a Sample Confirmation for price collar electricity commodity contracts for cash settlement with commentary. The previous version of this document can be found in section 6.2 Archive.

[U64.05] Section 3.8.14 – Sample Confirmation for electricity commodity option contract for cash settlement (other than an Asian option) with commentary

In November 2019, members agreed to archive this document as it is not in use. The previous version of this document can be found in section 6.2 Archive.

[U64.06] Section 3.8.16 – Sample Confirmation for inter-regional swap electricity commodity contracts for cash settlement with commentary

In November 2019, members agreed to archive this document as it is not in use. The previous version of this document can be found in section 6.2 Archive.