Calculation of Trade Opportunities

Explanatory Note (30 June 2017)

- Trade opportunities are based on inter-valley transfer (IVT) account balances
- IVT accounts track the amount of water owed from one valley to another following a trade
- Balances are maintained live on the Water Register website
- Inter-valley transfer accounts have many components
- Most of these components are updated automatically following a trade or other transaction in the Water Register
- The exceptions are manual inputs to the inter-valley transfer accounts which are made following either:
  - A spill risk declaration - this can affect trade opportunity from NSW to Victoria
  - Call out of the account by the Northern Victorian Resource Manager or MDBA - this can affect trade opportunities to and from all areas
  - Allocations made during this season to entitlements historically traded out as exchange-rate trade - this can affect trade opportunities to and from all areas
- Information on spill risk declarations made by the Northern Victorian Resource Manager is available at: http://nvrm.net.au/risk-of-spill
- Information on call out is provided on the Goulburn-Murray Water managing water storages website at: http://www.g-mwater.com.au/water-resources/managing-water-storages
- Information on seasonal determinations (allocations) made by the Northern Victorian Resource Manager is available at: http://nvrm.net.au/seasonal-determinations/
- Following call out or a spill risk declaration manual updates to the IVT account balances are made as follows:
  - Declaration of Hume Spill risk - the change to IVT account balance is coordinated with the Resource Manager's declaration made at 10 am on the 10th of each month (or next business day)
  - Call out of IVT - The change to IVT account balance occurs at 10 am the day after call out has been recorded and accounted for by the Resource Manager.
  - Allocation to entitlements historically traded out as exchange-rate trade - the change to the IVT account balance happens as close as possible to the seasonal determination announcement. Seasonal determinations are announced at 10 am on the 1st and 15th of every month or the next business day, until the seasonal determination reaches 100% for high-reliability water shares.