[Market Participant letterhead]

[Date]

Manager – WA Market Operations

Australian Energy Market Operator

GPO Box 7096

Cloisters Square

Perth WA 6850

**By email:** **wa.operations@aemo.com.au**

**Standing prepayment direction**

[Market Participant name] (the **Relevant Participant**) submits this standing prepayment direction and the **attached** prepayment direction form for the purposes of the Wholesale Electricity Market Rules (**WEM Rules**) and section 5.3 of the Market Procedure: Prudential Requirements.

**When this standing prepayment direction applies**

This standing prepayment direction applies when (and only when):

* AEMO issues adjusted Settlement Statements (STEM Settlement Statements or Non-STEM Settlement Statements) to the Relevant Participant under clause 9.19.1(b) of the WEM Rules;
* AEMO issues an Invoice for each adjusted Settlement Statement under clause 9.22.1 of the WEM Rules; and
* the net amount payable under the Invoices (**Net Adjustment Amount**) is an amount payable by AEMO to the Relevant Participant.

**Standing prepayment direction**

Unless otherwise directed by the Relevant Participant in writing, the Relevant Participant directs AEMO to apply the Net Adjustment Amount in the following manner on the Invoice settlement date (as determined under clause 9.16.4(d) of the WEM Rules):

* The Net Adjustment Amount is deemed to be a “Prepayment Amount” for the purposes of the prepayment direction form.
* AEMO must apply the Net Adjustment Amount (as a deemed “Prepayment Amount”) towards amounts payable by the Relevant Participant to AEMO in the manner specified in the prepayment direction form.

**When this standing prepayment direction ceases to apply**

This standing prepayment direction applies from the date of this letter and remains in effect until either party notifies the other party in writing that it no longer applies.

Yours sincerely

[Name of authorised representative]

[Position]