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Our ref: AA1000450
Contact officer: Kaitlin Hanrahan
Contact phone: 03 9290 1917

13/08/2019 adjudication@accc.gov.au www.accc.gov.au

Dear Madam/Sir

Large Format Retail Association application for authorisation AA1000450 — interested party consultation

The Australian Competition and Consumer Commission (the ACCC) is currently conducting a consultation process on an application for authorisation received from the Large Format Retail Association (LFRA), on behalf of itself and its current and future members (together, the **Applicants**).

The purpose of this letter is to invite you, as a potentially interested party, to comment on the application. Please see pages 20-28 the ACCC's publication <u>Guidelines for authorisation of conduct (non-merger)</u> for a summary of the authorisation process and how to make a submission to the ACCC

Application for authorisation

The Applicants propose to pool members' electricity demand and collectively invite tenders, and negotiate with suppliers, on the basis of that aggregated demand (the **Proposed Conduct**).

LFRA is also seeking authorisation for future members to join the collective arrangements, provided that the total consumption of the purchasing group does not exceed 1 per cent of electricity consumption in any State or Territory in Australia.

A full copy of the application for authorisation is available on the ACCC's website www.accc.gov.au/AuthorisationsRegister.

Interim authorisation

The Applicants have also requested interim authorisation to enable them to undertake initial stages of the Proposed Conduct. The Applicants are not proposing to enter into any contracts for electricity supply before the ACCC issues a final determination in relation to this application.

The ACCC endeavours to deal with requests for interim authorisation quickly. In making an assessment as to whether it is appropriate to grant interim authorisation, the ACCC is not required to undertake a full assessment of the benefit and detriment likely to arise as a result of the proposed conduct.

The ACCC decides whether to grant interim authorisation on a case by case basis. Should an applicant request interim authorisation, the ACCC will usually consider a range of factors, including:

harm to the applicant and other parties if interim is or is not granted

- possible benefit and detriment to the public
- · the urgency of the matter and
- whether the market would be able to return to substantially its pre-interim state if the ACCC should later deny authorisation.

Request for submissions

The ACCC invites you to make a submission on the likely public benefits and effect on competition, or any other public detriment, from the proposed arrangements.

If you intend to provide a submission in relation to LFRA's application for authorisation, please do so by **3 September 2019**. Submissions in relation to interim authorisation should be provided by **21 August 2019**. Submissions should be emailed to adjudication@accc.gov.au with the subject 'AA1000450 – Large Format Retail Association – submission'.

Submissions, including oral submissions, will be placed on the ACCC's public register subject to any request for exclusion (guidelines are attached).

Timetable

The ACCC will progress its assessment of the application in a timely manner. An indicative timetable is set out below for your information:

6 August 2019	Lodgement of application and supporting submission.
13 August 2019	Public consultation process begins.
21 August 2019	Closing date for submissions on interim authorisation.
September 2019	ACCC decision regarding interim authorisation.
3 September 2019	Closing date for submissions on the substantive application.
September 2019	Applicant responds to issues raised in the public consultation process.
October 2019	Draft determination.
October/November 2019	Public consultation on draft determination including any conference if called.
November/December 2019	Final determination.

Please advise if you do not wish to make a submission at this time, but would like to be informed of the progress of the application at the draft and final determination stages. If you are able to please provide a nominated contact email address for future correspondence.

You can also forward this letter to any other party who may wish to make a submission to the ACCC regarding the application.

This letter has been placed on the ACCC's public register. If you wish to discuss any aspect of this matter, please do not hesitate to contact Kaitlin Hanrahan on 03 9290 1917 or adjudication@accc.gov.au.

Yours sincerely

David Hatfield Director

Adjudication

List of interested parties consulted 1st Energy Pty Ltd ActewAGL **AEMC AEMO** AGL Alinta Energy Amanda Energy Aurora Energy Australian Energy Council Australian retail asociation Blue NRG Amaysim Change Energy Cleantech Energy Consumer Action Law Centre Cova U Pty Ltd CS Energy Department of Treasury WA Department of Treasury NT Department of Industry Innovation and Science Diamond Energy EnergyAustralia **Energy Consumers Australia Energy Locals** Engie **Enova Energy ERM Power** Horizon Power Hydro Tasmania Intergen Jacana Lumo M2 Meridian Energy Mojo Power

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Momentum Energy

National Retailers Association

Next Business Energy Pty Ltd

OC Energy Pty Ltd

Origin

People Energy

Perth Energy

Pooled Energy

Power and Water Corporation

Powerdirect

Powershop

QEnergy

Red Energy

Rimfire Energy

Sanctuary Energy

Shopping Centre Council of Australia

Simply Energy

Snowy Hydro

Stanwell

Sumo Power

Sunset Power (Delta Electricity)

Synergy

Tango Energy Pty Ltd

Utilities Commission of Northern Territory

Vocus Group (Dodo)