

25 October 2018

Future Forests Independent Assurance FY2018

We have audited the Future Forests Program Annual Report FY2018, relating to the period 1 July 2017 to 30 June 2018, in order to express an opinion on the following matters to AGL:

- Reported electricity use of residential and Electric Car Plan Future Forests customers, totalling 44,873 MWh for FY2018, has not been materially understated;
- Reported Scope 2 greenhouse gas emissions, totalling 38,107 tonnes CO₂-e for FY2018, have not been materially understated; and
- The product complied with AGLs commitment to revenue neutrality for FY2018. Specifically, operational costs associated with running the program were paid for by AGL and there was no excess revenue from the program, following the purchase of the required offsets for the FY2018 period.

The management of AGL is responsible for the preparation and presentation of the AGL Future Forests Program Annual Report FY2018 and has determined that the presentation and disclosure of the report is appropriate to meet the needs of the Future Forests product offering.

This assurance statement has been prepared for the purpose of fulfilling requirements under the AGL Future Forests Product: Voluntary Compliance Method (July 2016). We disclaim any assumption of responsibility for any reliance on this report by any person other than AGL, or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standard ASAE 3000 to provide reasonable assurance as to whether the above reported information is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the matters stated above. These procedures have been undertaken to form an opinion as to whether, in all material respects, the matters are presented fairly, so as to present a view, which is consistent with our understanding of AGL operations.

Inherent Limitations

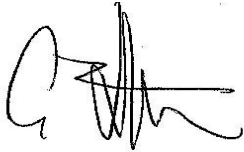
Because of the inherent limitations in any internal control structure it is possible that fraud, error, or non-compliance with laws and regulations may occur and not be detected. Further, the audit was not designed to detect all weaknesses or errors in internal controls so far as they relate to the requirements set out as above as the audit has not been performed continuously throughout the period and the procedures performed on the relevant internal controls were on a test basis. Any projection of the evaluation of control procedures to future periods is subject to the risk that the procedures may become inadequate because of changes in conditions, or that the degree of compliance with them may deteriorate. The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the above stated matters relating to period 1 July 2017 to 30 June 2018 are fairly presented and are in general accordance with the requirements of the AGL Future Forests Product: Voluntary Compliance Method (July 2016).

Yours faithfully

Clear Environment Pty Ltd

A handwritten signature in black ink, appearing to read 'G Loftus', with a stylized flourish at the end.

Greg Loftus
Lead Auditor
Sydney