



CARBON TAX REMOVAL SUBSTANTIATION STATEMENT

Pursuant to s 60FD of the *Competition and Consumer Act 2010*

EarthPower Technologies Sydney Pty Ltd (“EarthPower”), as an entity that, pursuant to the definitions of the relevant terms in the *Competition and Consumer Act 2010* (“**the Act**”), is an electricity retailer that sells electricity to electricity customers, provides the following statement pursuant to s 60FD(2) of the Act.

1. EarthPower estimates that EarthPower’s costs savings that have been, are, or will be, directly or indirectly attributable to the carbon tax repeal and that have been, are being, or will be, passed on to each class of electricity customers during the financial year that began on 1 July 2014 are nil.
2. By way of information to substantiate the statement in (1) above, EarthPower produces electricity from biogas at its anaerobic digester facility. EarthPower’s cost savings that have been, are, or will be, for electricity production attributable to the carbon tax repeal are nil because EarthPower’s costs for electricity production attributable to the carbon tax while the carbon tax was in force was nil. This is because emissions attributable to the combustion of biogas was excluded from the definition of “covered emission” under s 30(3)(c) of the *Clean Energy Act 2011*. The biogas EarthPower uses to power its engines to produce electricity is biogas produced from the biodegradation of biodegradable organic waste by naturally occurring anaerobic micro-organisms inside a sealed tank.