

CERTIFICATE RISK MANAGEMENT POLICY

STATEMENT

Measurement and Verification projects for the purpose of carbon offset certificate registration can take up to 18 months. While we do our best to give an estimate of the certificate price (and overall subsidy) when quoting, we cannot guarantee that our estimate will be in any way reflective of the certificate price when certificates are eligible to be traded.

We understand that this introduces additional financial risk into all projects we undertake and that this can be a source of confusion or consternation.

Our goal is to support all clients through this process by:

- Educating of the risk posed by certificate price volatility
- Quoting using a fair and accurate estimate of the certificate price at the time a project is likely to be registered
- Providing options for reducing financial risk in projects

COMMITMENT

Our commitment to clients is to:

- Define major parties that affect the value of certificates and their influence on the market
- Explain current market conditions and future market expectations
- Be conservative to the best of our knowledge when estimating certificate prices
- Estimate the certificate price using multiple sources (in no order):
 - Spot market
 - Futures market
 - Regulatory targets
 - Political forces
 - Industry sentiment
- Be open and transparent as to how we arrived at the certificate price applied
- Provide an option to trade certificates on the spot market
- Provide an option to hedge a percentage of registered certificates through a futures contract or equivalent
- Trade registered certificates only with written client approval

All representatives of Metimur Energy share in our commitment to educating and reducing financial risk for our clients.

This policy applies across all Metimur Energy operations and workplaces.



Daniel Martin | Executive Director
Metimur Energy