



11 October 2022

Dear Beverage Manufacturer

Re: Notification of Scheme Price

As the Product Responsibility Organisation for Queensland's Beverage Container Refund Scheme, Container Exchange (QLD) Limited (**COEX**) is committed to ensuring the ongoing, efficient, and effective arrangements are available in Queensland for your empty beverage containers to be collected, sorted and recycled.

With your support, COEX has made meaningful change and impact in Queensland by cleaning up the environment, creating job opportunities and supporting local communities. Notably, the scheme has collected and recycled over 6 billion containers and reduced beverage container litter by 48%. It has positively impacted communities by creating 815 full time equivalent jobs and generating over \$500m in refunds for Queensland's residents, including \$7.3m for schools, community groups and charities.

Setting the Scheme Price

- COEX sets the amounts you pay to fund the Scheme (**Scheme Prices**), and we may amend the Scheme Prices applying to a particular month pursuant to Schedule 2, Clause 4(c) of your Container Recovery Agreement.
- COEX reviews Scheme Prices bi-annually. The purpose of the review is to set the Scheme Prices so that your aggregate contributions are; (1) approximately equal to the aggregate costs of the Scheme, (2) the Scheme has sufficient cash liquidity at any point in time, and (3) any excess cash reserves are drawn to fund future Scheme costs. When establishing the Scheme Prices, COEX also consider the Scheme's statutory objectives, and the forecast average costs to be incurred in respect of the Scheme's performance.
- COEX is currently developing a Pricing Framework that outlines the critical elements of the approach that COEX will take in relation to setting future Scheme Prices for Beverage Manufacturers. The adoption of a pricing framework seeks to further improve an appropriate, transparent, and reputable pricing process.

Scheme Prices

Following extensive modelling, which reviewed more than three years of scheme supply and collection trend data, and consultation with the beverage industry. COEX advises that there will be no change to the scheme prices applicable to all eligible beverage products sold in Queensland from 1 February 2023.¹

¹ COEX is responsible for determining the Scheme Manufacturer's contributions to the costs of the Scheme and may amend the Scheme Prices applying to a particular month pursuant to Schedule 2, Clause 4(c) of your Container Recovery Agreement.



As a result, the table below confirms no change to Scheme Prices from 1 February 2023:

Material Type	Current Scheme Price 1 Aug 2022 to 31 January 2023	New Scheme Price* 1 Feb 2023 →
Aluminium	12.8c	12.8c
Glass	13.9c	13.9c
PET/HDPE	13.5c	13.5c
LPB/Steel/Other	13.9c	13.9c
Weighted Average**	13.3c	13.3c

*This is the price manufacturers contribute for each beverage product sold by material type into QLD after 1 February 2023.

** The weighted average is indicative only and is subject to the material type mix.

COEX understands that pricing certainty and stability is essential to beverage manufacturers. We aim to deliver on our objective to ensure pricing reflects the outcomes achieved from the pricing review.

Yours sincerely

Virginie Marley
Interim Chief Executive Officer
Container Exchange (QLD) Limited

