Carbon Equities New Zealand Limited
National Office
Suite 14285, Level 1, 6 Johnsonville Road
Wellington 6037, New Zealand
T: +64 9 300 6339
E: info@carbonequities.co.nz
W: www.carbonequities.co.nz

FORWARD CONTRACT OUTLINE

Date: 9 November 2026 **File:** 17000.005

1. Introduction

This is a brief outline of the key elements of CEQNZ's Standard Forward Contract for Carbon Credit Sale and Purchase Agreements. The Forward Contract is used for credits that have passed the Eligibility Check but have not yet been formally issued, that is, they are pending authentication. The Standard Forward Contract (in preparation) will be used for transactions under $USD2 million. Transactions over $USD2 million will have their own bespoke agreements prepared for Buyer and Seller review and execution. AML checks are performed for all clients.

2. Forward Contract Credit Delivery Deadlines

The standard Forward Contract Delivery Deadline for authenticated credits is one year from execution of the Forward Contract Agreement. Other deadlines may be set by agreement. Credits are issued by annual vintage date in the year of authentication and formal issue, eg. Vintage 2027.

3. Escrow Services

It is the Company's policy to use escrow services for all transactions. CEQNZ maintains its own auditable escrow accounts in $NZD and $USD. In cases where transactions are over $USD2 million, external professional escrow services may be engaged at the Seller's cost.

4. Buyer Provisions

- Buyer clearly identified and AML check performed
- Buyer deposits 100% of Gross Sale Funds to escrow account
- Buyer issued with Version I of the Certificate of Ownership and Registry Log Record
- Following authentication, the Buyer has first option to any serialised credits issued over the estimate. If credit numbers are below the estimate, the Seller provides alternative equivalent credits to the Buyer, or refunds to the Buyer the cash value of the under issue, or comes to another arrangement by agreement with the Buyer.
- Buyer issued with final Version II of the Certificate of Ownership and Registry Log Record

5. Seller Provisions

- Seller clearly identified and AML check performed
- Upon execution of the agreement, authentication project budget and other expenses (eg. escrow fees) set aside. Seller paid negotiable portion of their net share of sale funds from the escrow account to their nominated bank account
- Upon completion of authentication and formal credit issue, Seller paid remaining amount of their net share of sale funds from the escrow account to their nominated bank account

The above outline is for information only. Please contact us with any queries.

© Carbon Equities New Zealand Limited 2026