

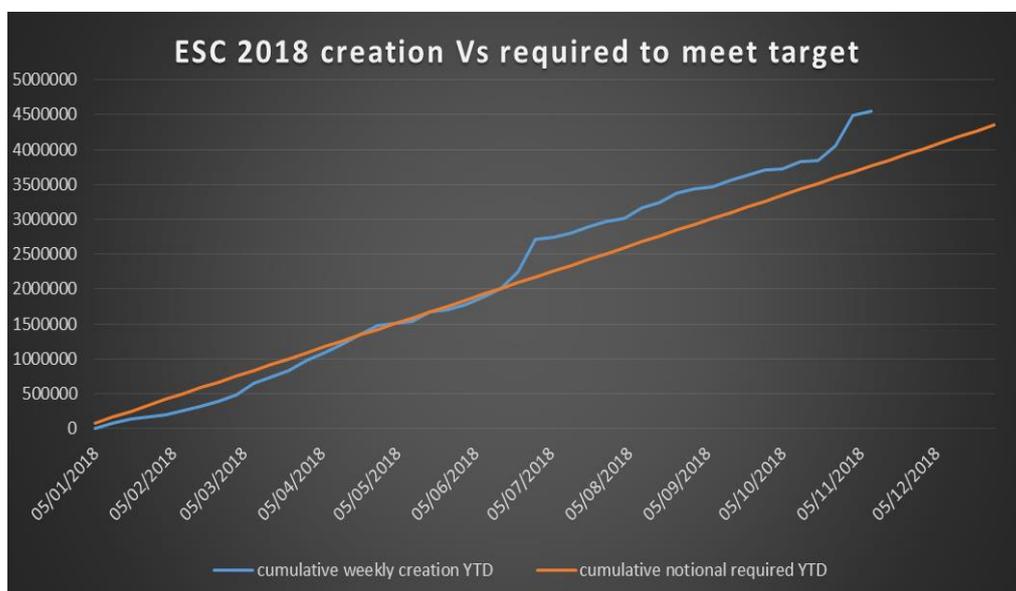
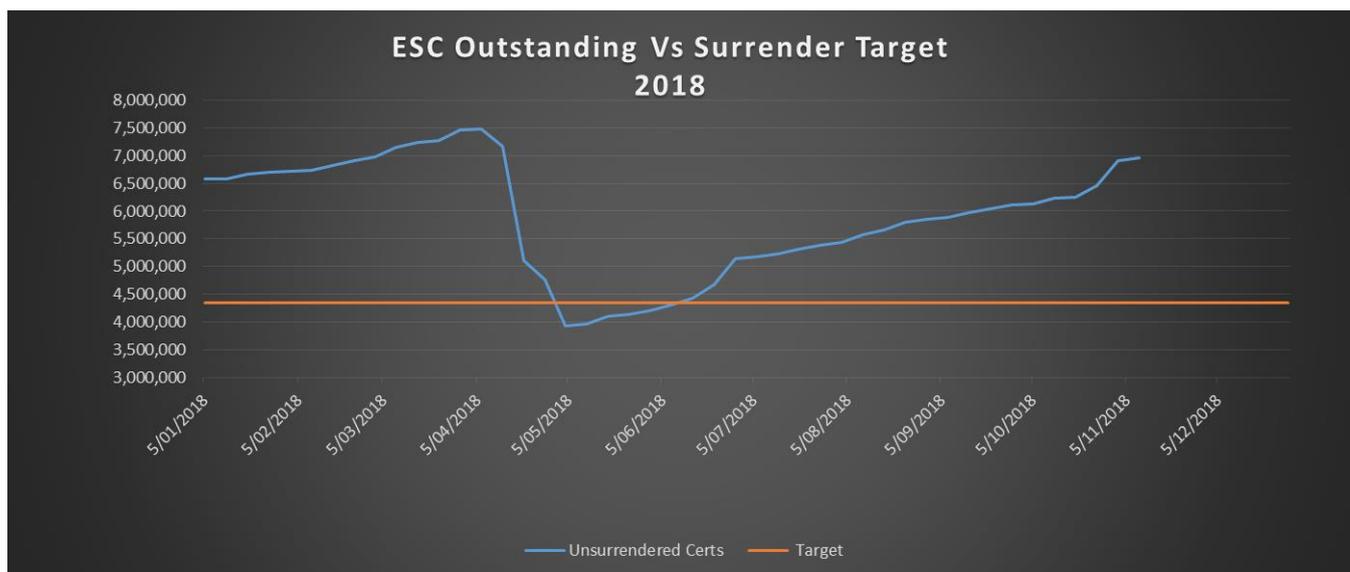
NSW ESCs

Creation numbers dropped following the prior week's deadline enhancing figures, while certificate prices rose modestly in a very thin market.

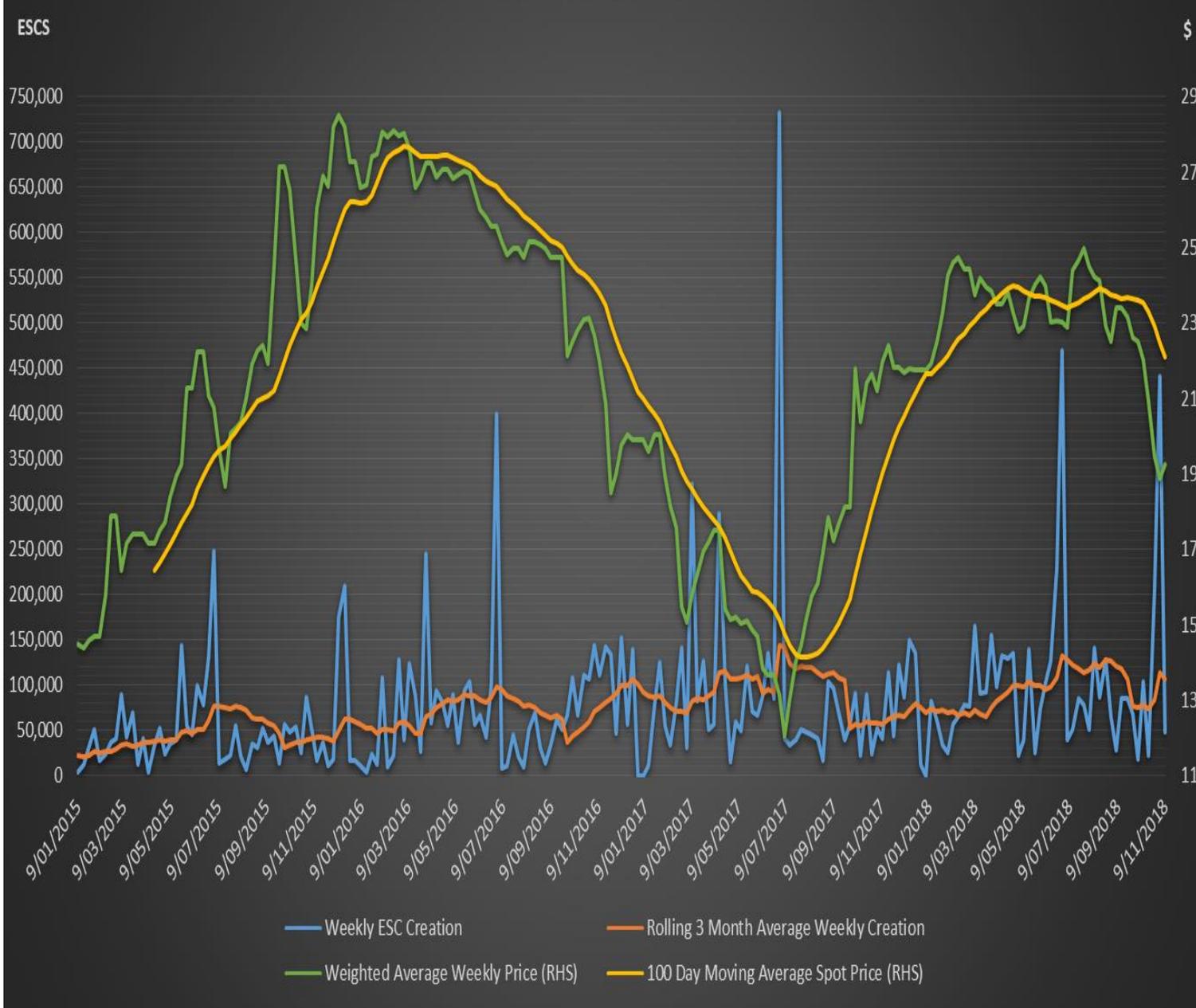
We could be forgiven for expecting creation to be light this week following the almost 500,000 registrations last week but we still saw just under 48,000 new ESCs created, the majority of them being for commercial lighting projects.

Despite the supply numbers of the past few weeks trading, was very sporadic with only three reported spot deals for a total of 20,000 ESCs. The opening price, at \$19.00, was 10 cents lower than the previous close but the last two trades dealt at \$19.50.

There were also 20,000 ESCs negotiated in the forward market for delivery from March to May next year. These were struck at \$19.00 which was the spot price at the time.



WEEKLY ESC CREATION - ALL SOURCES



Weekly Traded Spot Volume

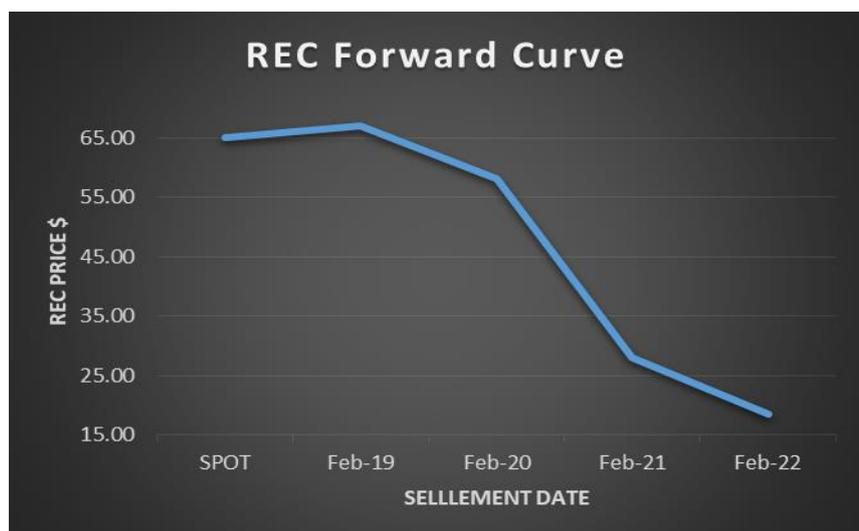
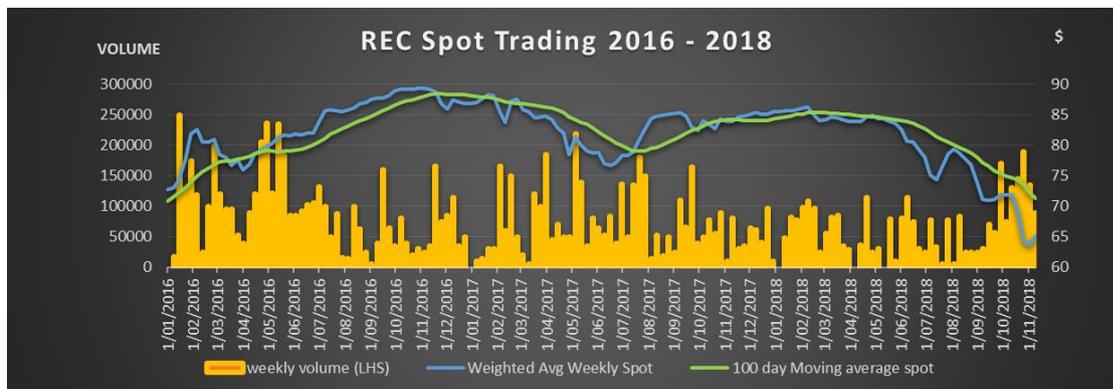
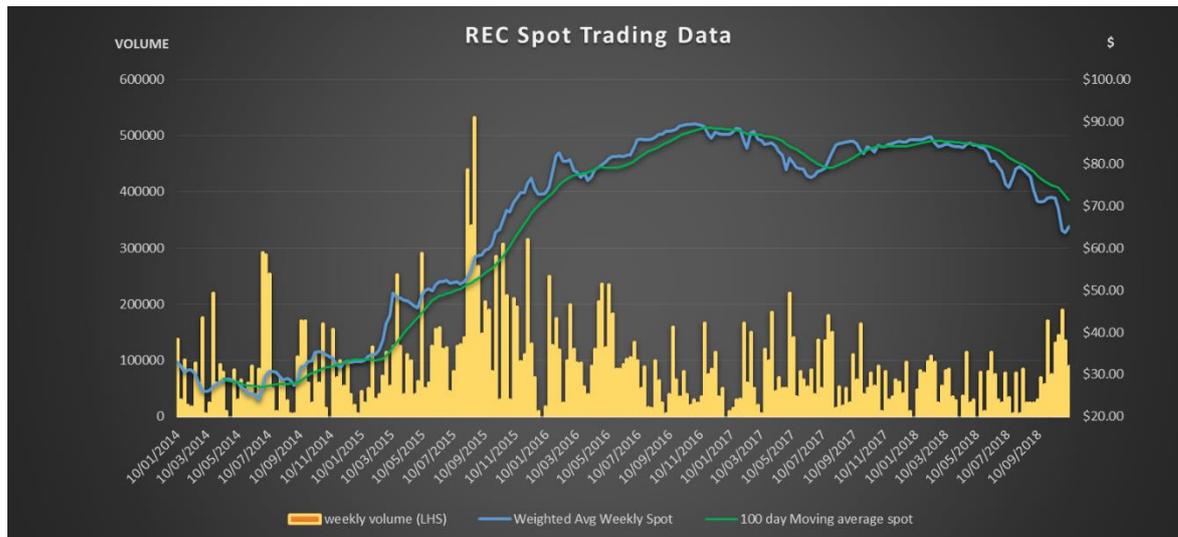


Renewable Energy Certificates

The spot price fell marginally while the near end of the forward curve went untraded and further out maturities rose in price.

Spot trading opened at an unchanged \$65.50 but closed the week slightly lower, at \$65.00, on turnover of 90,000 LGCs.

There was no reported trading of Calendar 2018 or 2019 contracts but the forward curve continued to flatten with Calendar 2020 (February 2021 delivery) opening at \$26.25 and trading to a high of \$28.85 before closing \$2.00 higher than last week, at \$28.00, on volume of 170,000 certificates. Calendar 2021 opened at \$18.00 and rose steadily to finish 35 cents higher than last week at \$18.45 on turnover of 95,000 LGCs.



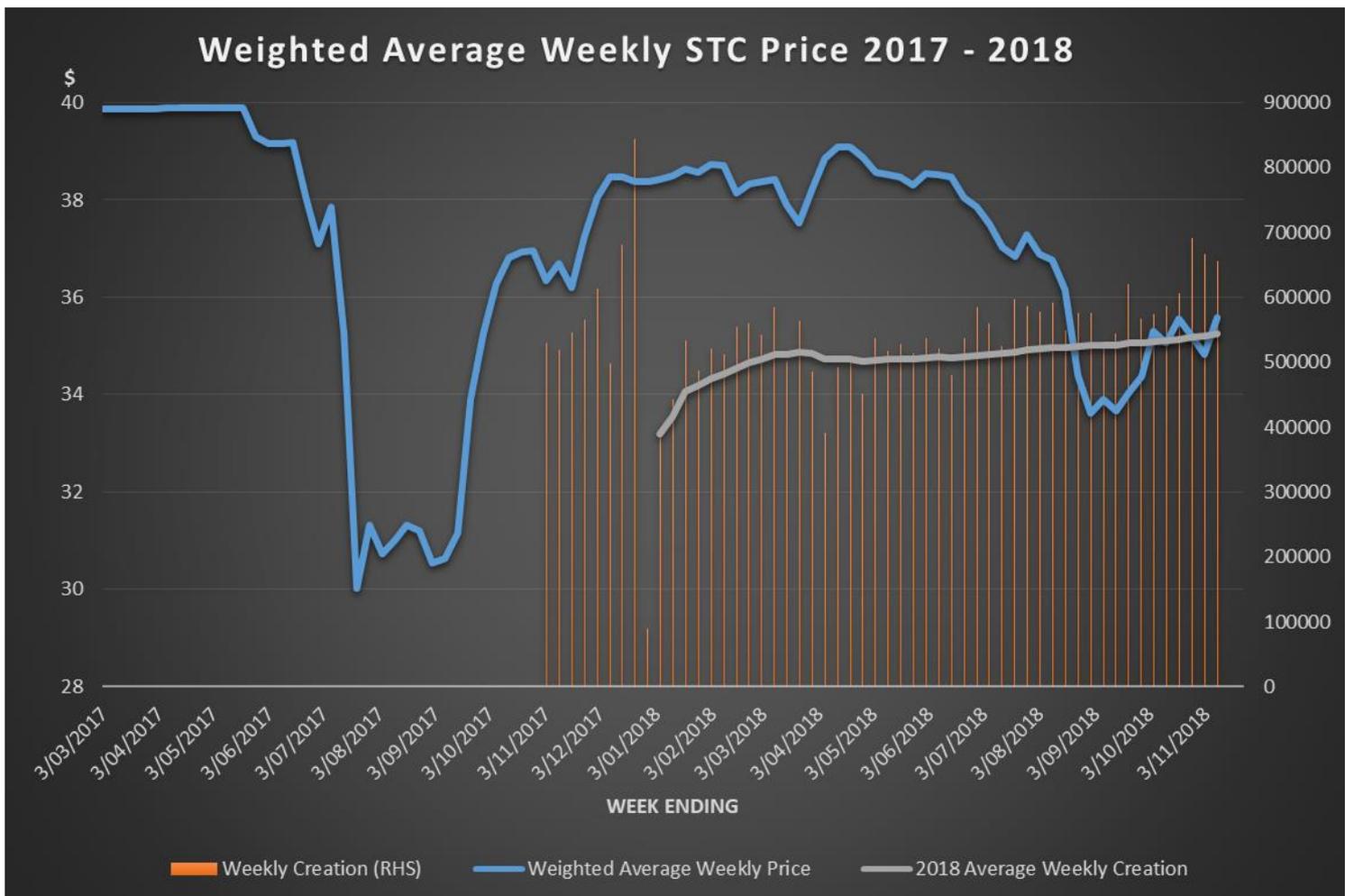
Small Technology Certificates (STC)

Creation continues to be strong but market prices rallied.

Submissions to the CER this week came to 655,000, just 10,000 shy of last week and the third biggest creation week of the year so far (the two highest being the previous two weeks). Despite the onslaught of new certificates it appears that retail buyers, who now see the government as unlikely to change the clearing house price, have started to pick up STCs to meet their surrender obligations.

The spot market opened unchanged at \$34.80 and remained around that level until the middle of the week when the buying started. We saw a high of \$36.25 before sellers at the end of the week pushed the price back down to a close at \$35.80 on turnover of 295,000 certificates.

The forward market was very quiet with only 55,000 STCs reported trading for delivery between December this year and December 2019. All these deals were struck in a very tight range between \$36.00 and \$36.10.



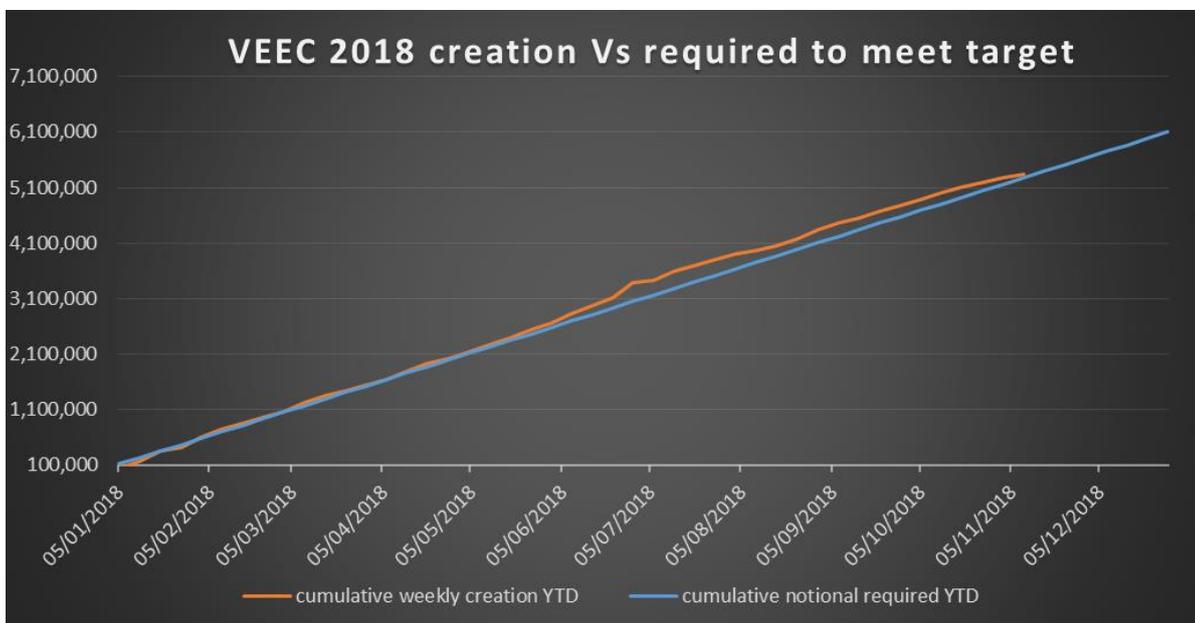
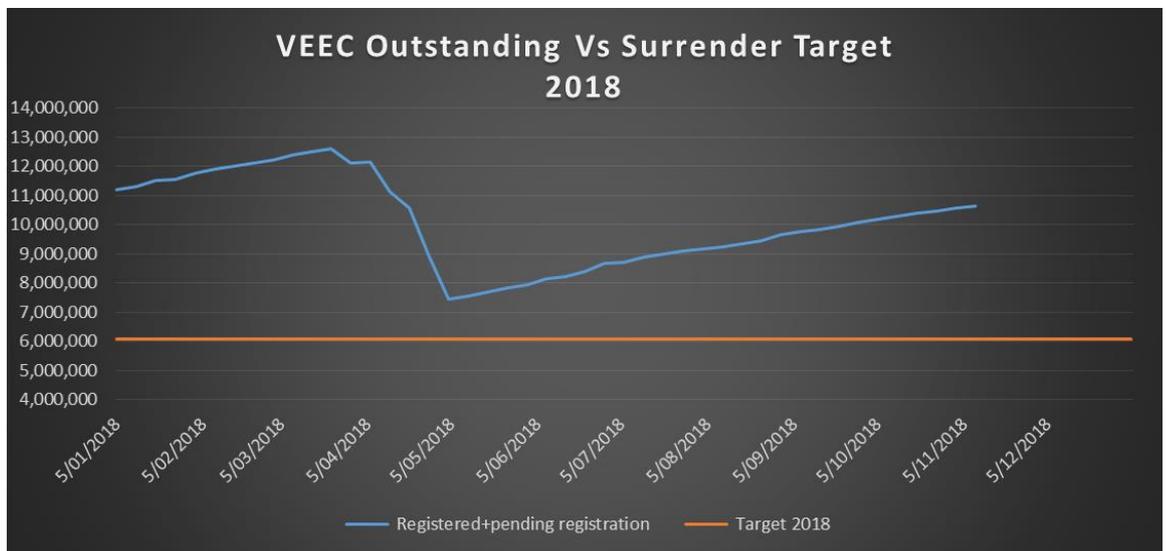
VEEC Weekly Report

Creation numbers dropped a little and market prices rose very modestly.

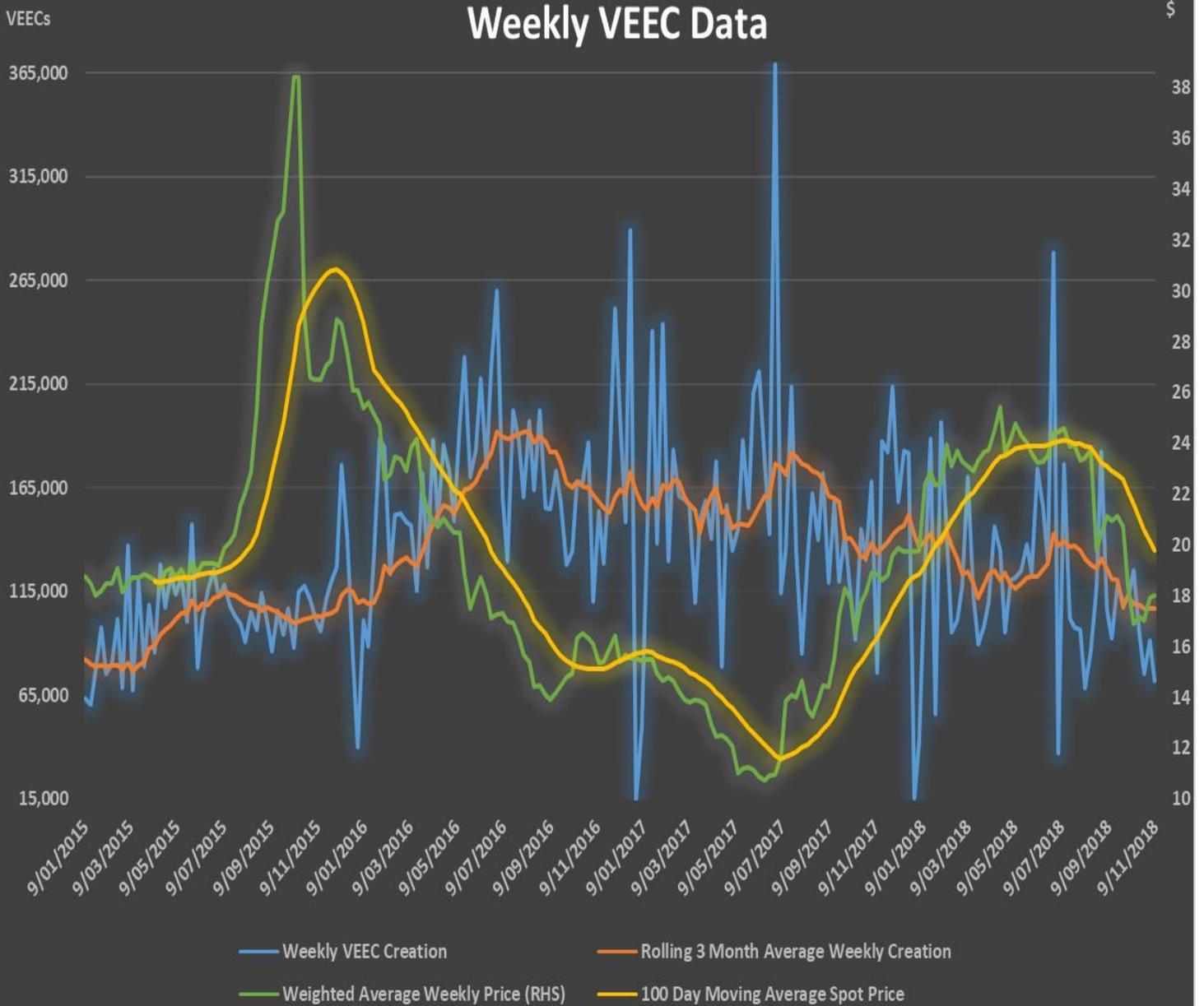
New VEEC registrations totalled 72,000 this week bringing the number in the Registry to 10.635 million, considerably more than this year's 6.1 million surrender obligation.

Spot trading commenced 5 cents higher than the previous close, at \$17.95, and we rose slightly as the week progressed to close at \$18.10 on turnover of 40,000 VEECs.

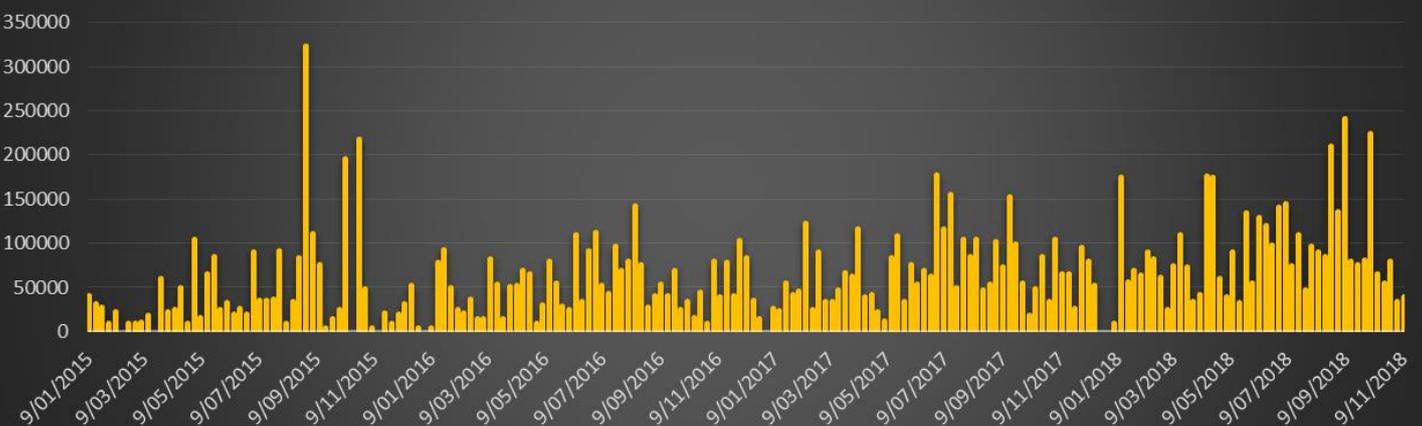
The forward market was more active with 223,000 certificates trading for delivery between later this month and September 2019. Deals settling this year attracted a premium between 10 and 20 cents over the prevailing spot price while those for 2019 gained 20 – 30 cents.



Weekly VEEC Data



Weekly Traded Spot Volume



PO Box Q1251 QVB Post Office NSW 1230

Suite 606, 65 York Street, Sydney, NSW 2000

Phone + 61 2 9279 4704 www.demandmanager.com.au