

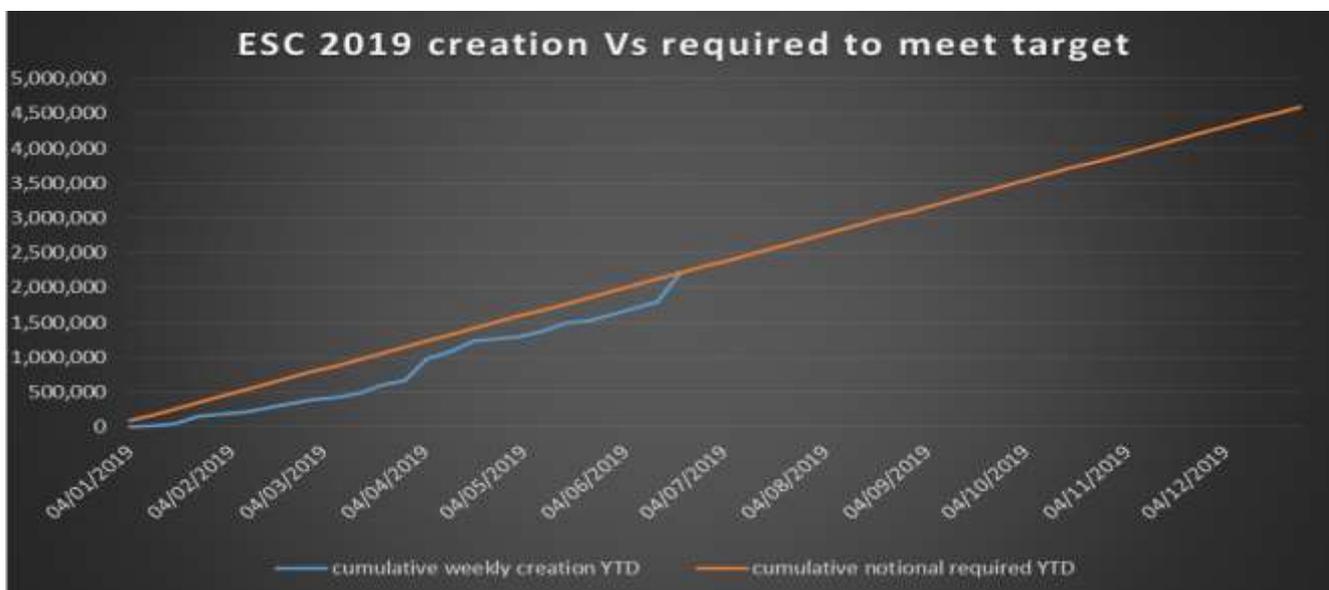
NSW ESCs

ESC creation soared and market prices dropped modestly.

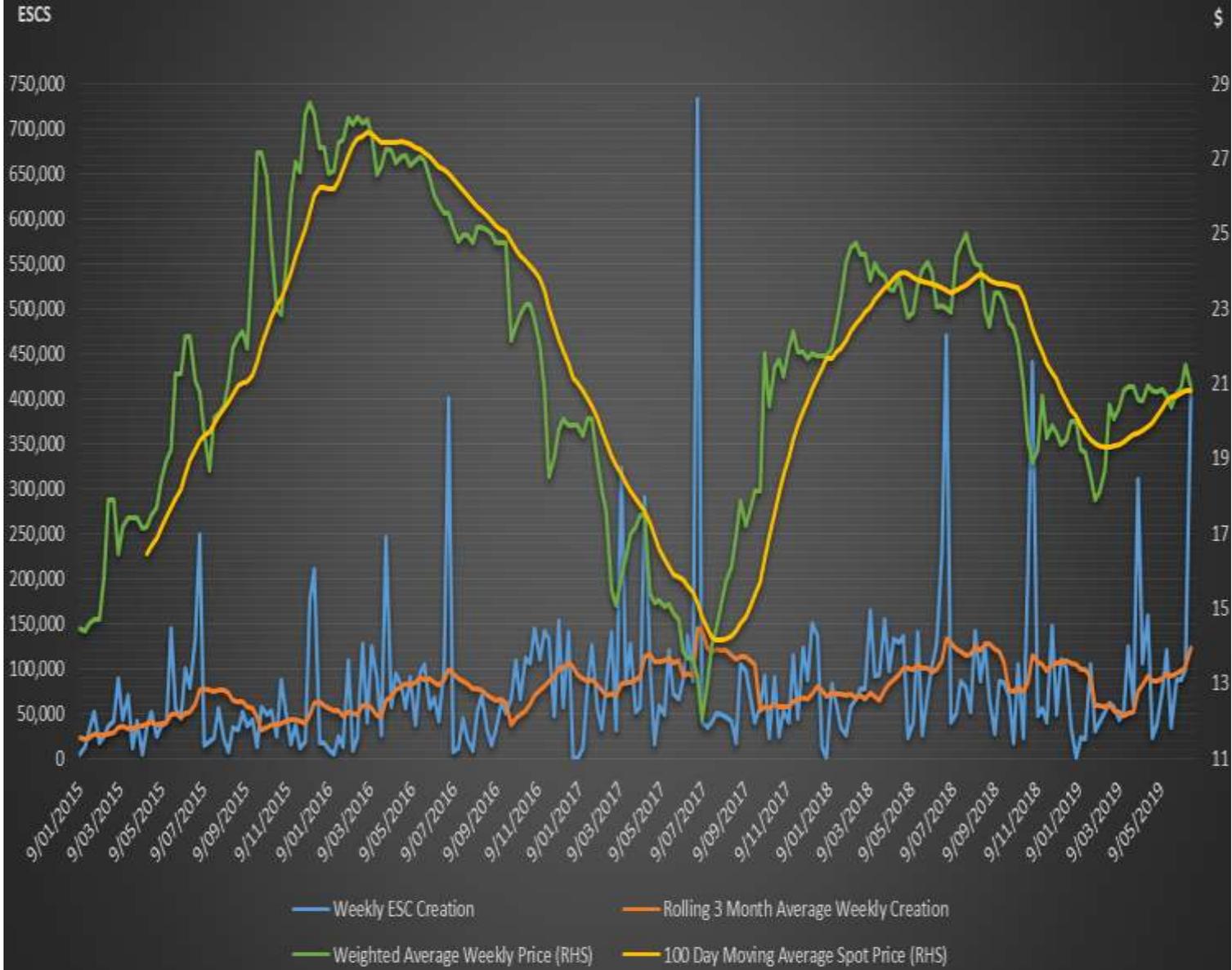
ESC registrations leapt to 410,500 this week as the deadline for creating certificates relating to jobs done in 2018 looms large. This is the highest week since the end of October 2018 when another deadline also prompted a large creation week.

Spot trading opened 20 cents lower than the previous close, at \$21.20, and dropped to a low of \$20.85 before dealing last at \$20.95. Turnover was reported as 64,000 certificates.

The forward market saw 40,000 ESCs contracted for delivery between July this year and March 2020. These trades were all struck broadly in line with the prevailing spot price at the time.



WEEKLY ESC CREATION - ALL SOURCES



Weekly Traded Spot Volume

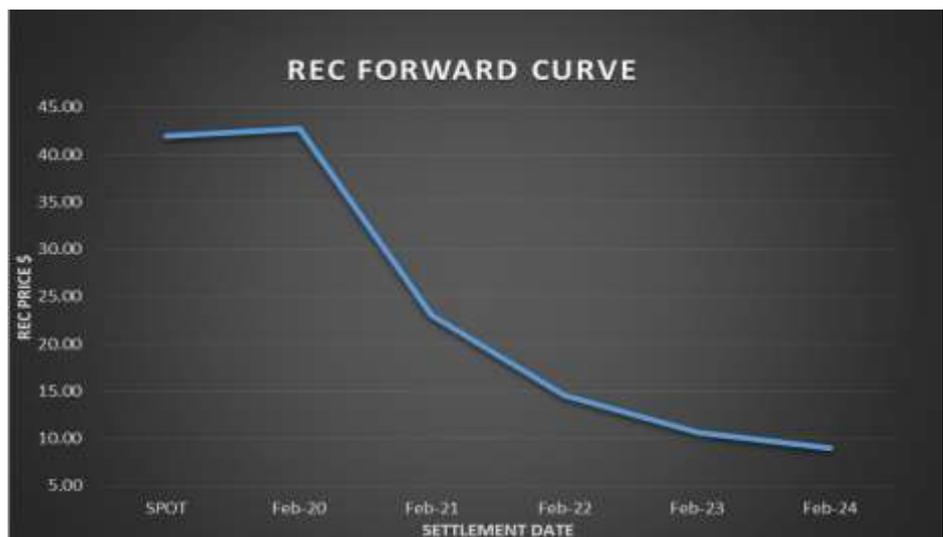
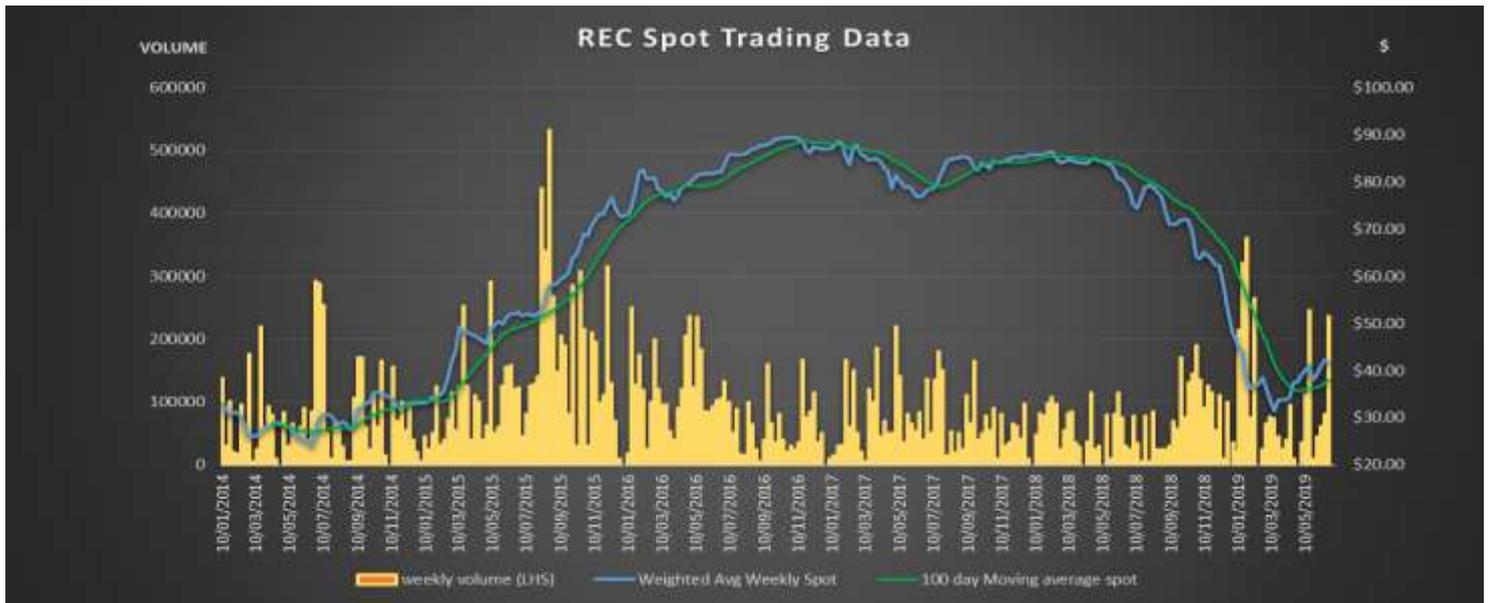


Renewable Energy Certificates

LGC prices moved only slightly this week.

Spot trading opened proceedings 10 cents lower than last week, at \$41.90, and dropped to a mid-week low of \$41.50 before recovering to a high of \$42.25 and then a close at \$42.00 for no change for the week on turnover of 236,000 LGCs.

The Calendar 2019 contract (February 2020 delivery) saw a low of \$42.25 and a high of \$43.25 before closing 25 cents higher than last week, at \$42.75, on volume of 80,000 certificates. Calendar 2020 opened at \$23.20 and dropped to a close at \$23.00 on turnover of 120,000 LGCs. This was a loss of 75 cents for the week. Calendar 2021 opened at \$14.75 but finished dealing at an unchanged \$14.50 on turnover of 15,000 certificates.



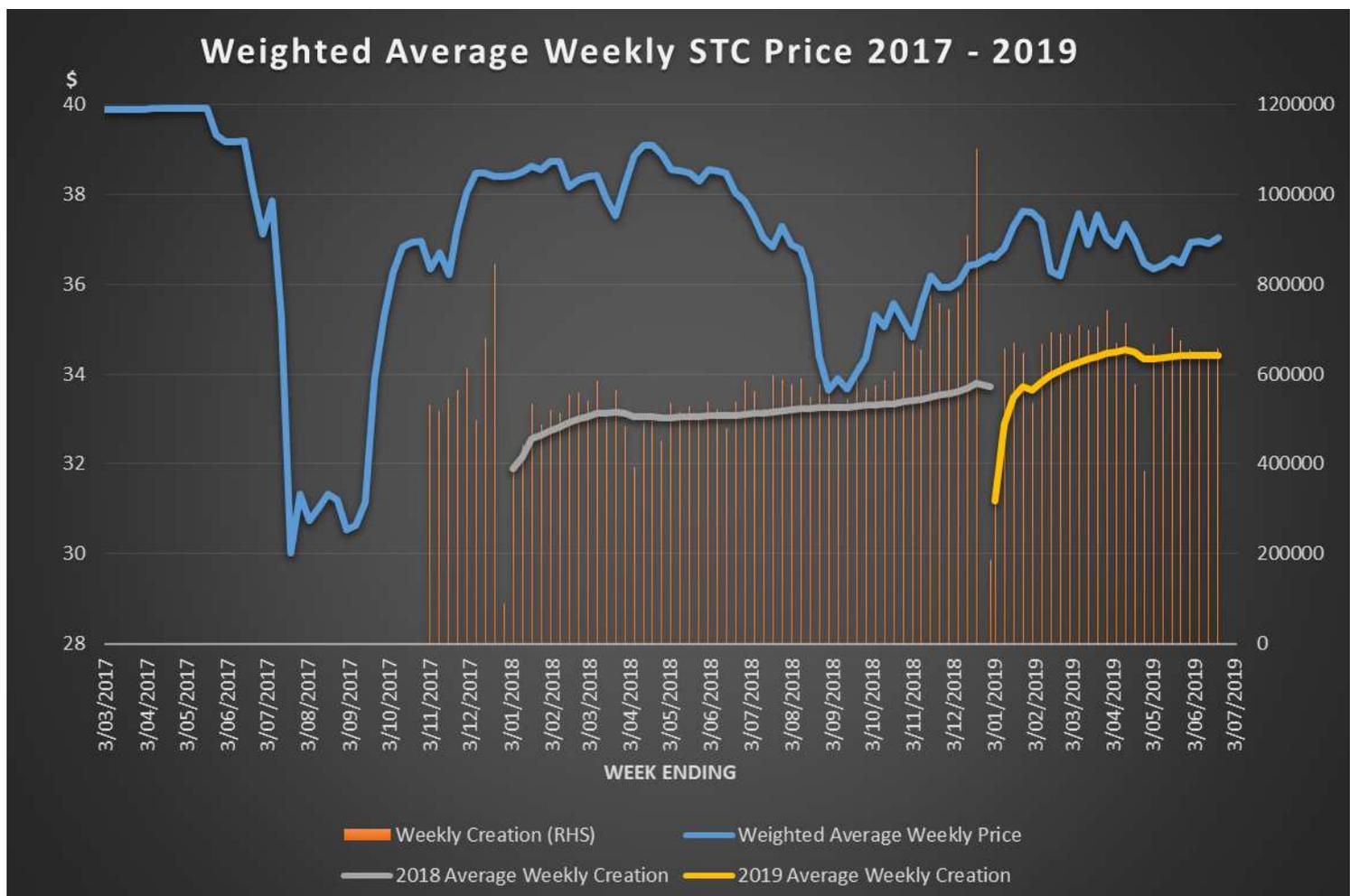
Small Technology Certificates (STC)

STC creation rose a little this week while market prices were mostly unmoved.

The CER received submissions totalling 656,000 this week, only 13,000 more than the previous, holiday shortened, week. Activity remains subdued in Victoria ahead of the new subsidies from the State government that kick in from July 1st. We expect STC creation figures to increase substantially following the month end.

Spot trading was stuck in a very tight range bounded by \$37.00 on the bottom and \$37.10 on the top. The last price struck was at \$37.05 for a 5 cent increase over the previous close. Turnover totalled 245,000 STCs.

In the forward market 150,000 certificates dealt for delivery between July this year and January 2020 at prices between \$36.80 and \$37.05 while October 2020 traded at \$37.70 in 30,000 STCs.



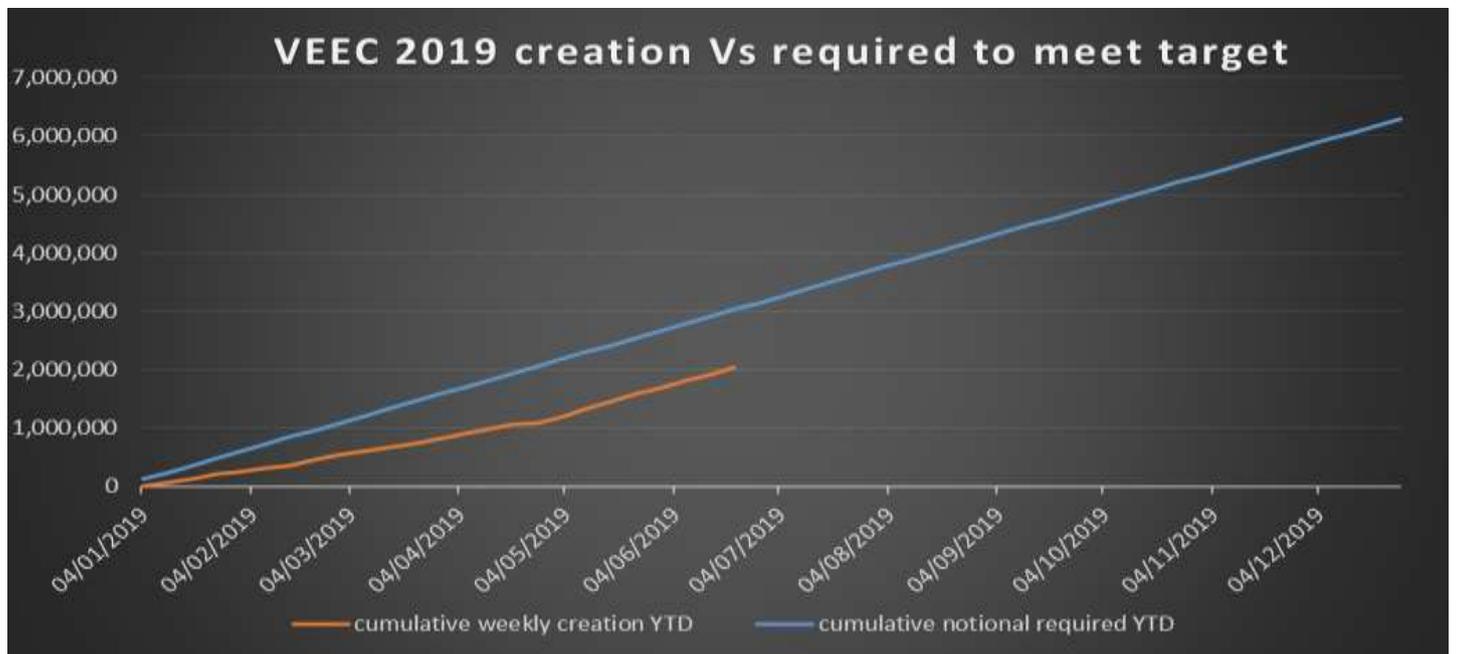
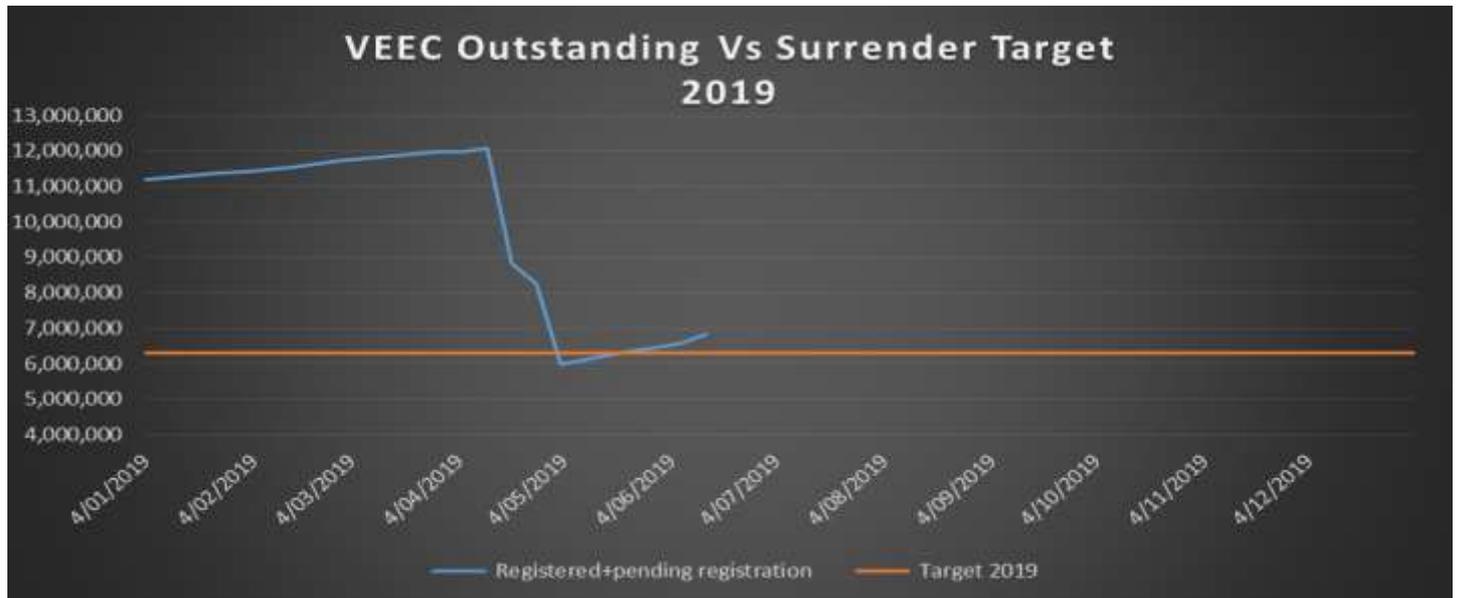
VIC VEECs

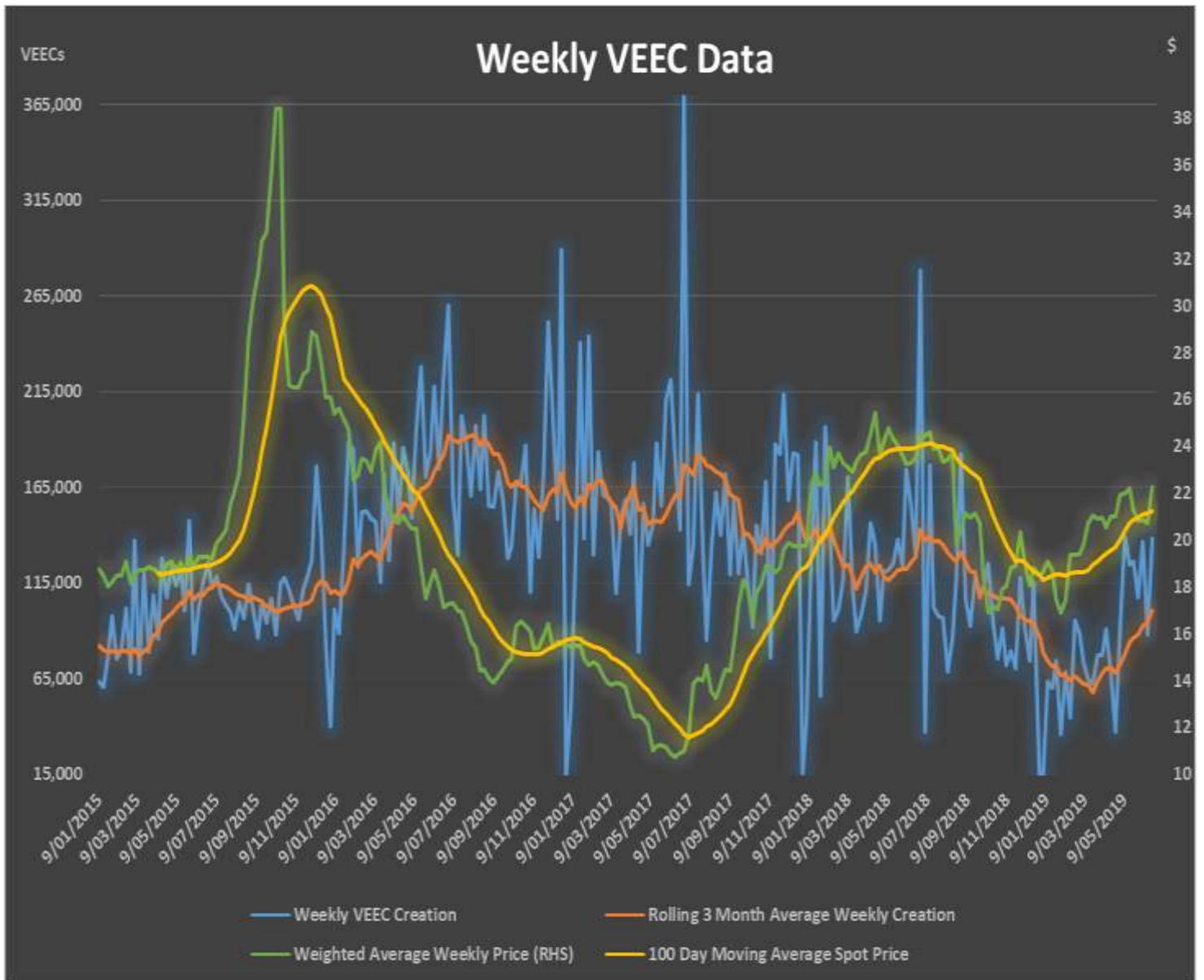
VEEC creation rose again as did market prices in frenetic activity.

VEEC registrations leapt to 138,400 this week.

Despite the continuing supply, the spot market opened 35 cents higher than last week's close, at \$21.00. Trading was quiet until the market shot higher on Wednesday morning. Talk of restrictions on door knocking to generate leads for domestic energy upgrades saw the market boosters leap into action with the spot price jumping to a high of \$22.75 before sellers pushed it back to \$21.75. We climbed higher again from there and closed proceeding at \$22.30 on turnover of 90,000 VEECs.

The forward market saw plenty of activity on the back of the run up in spot prices with 130,000 certificates contracted for delivery between August this year and the end of 2020. Deals settling in 2019 gained a premium of around 50 cents to the prevailing spot price initially, but this had dropped to 35 cents by week's end as the spot price rose. Trades for 2020 were gaining 70 cents early in the week but finished with a mark up of around 50 cents.





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