

**CERTIFICATE REPORT**

**W/E 06/09/2019**

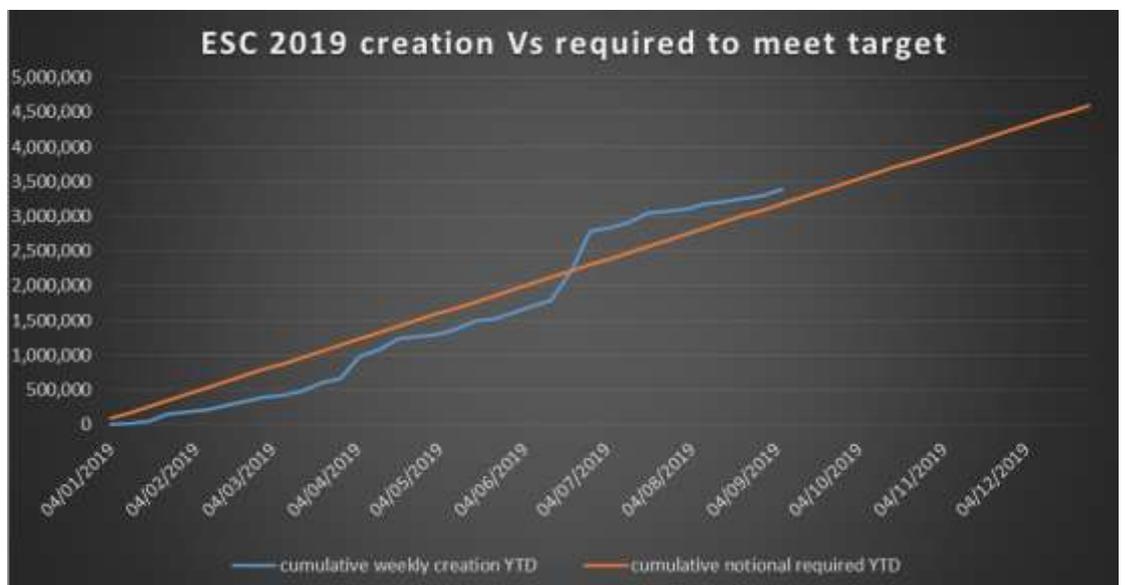
**NSW ESCs**

Creation rose again this week, as did market prices.

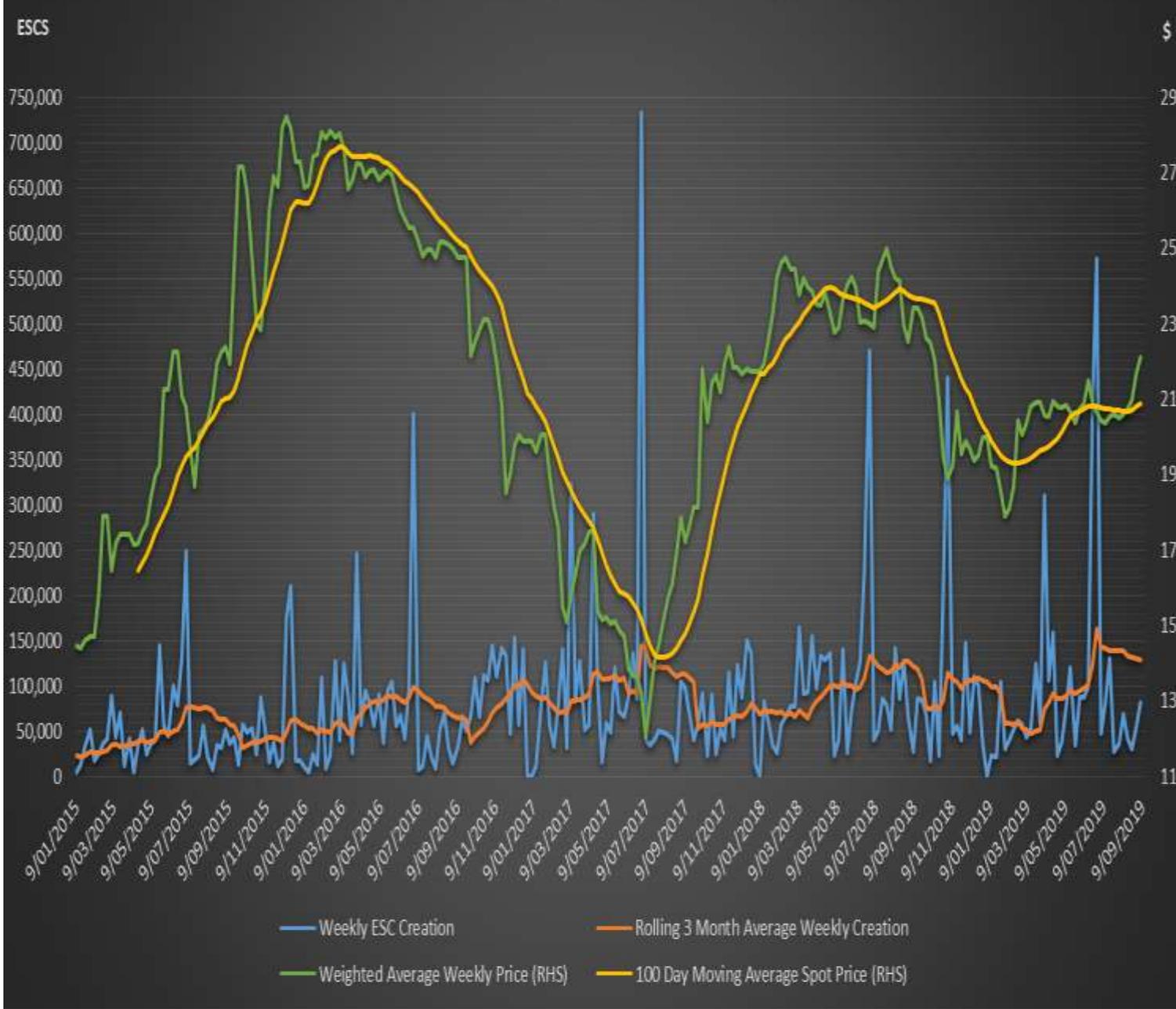
New ESC registration totalled just over 82,000 this week, the largest creation week since the middle of July. This brought the surplus over this year’s surrender target to 1.9 million certificates, or nearly half of next year’s target. In spite of this amount of available supply market prices continued to rise.

The spot market opened unchanged at \$22.00 but climbed steadily throughout the week to finish at \$22.40 on turnover of 55,000 ESCs.

The forward market saw 76,000 certificates contracted for delivery between next month and April 2020. Trades settling this year attracted a premium between 10 and 20 cents over the prevailing spot price while those for 2020 added around 50 cents.



# WEEKLY ESC CREATION - ALL SOURCES

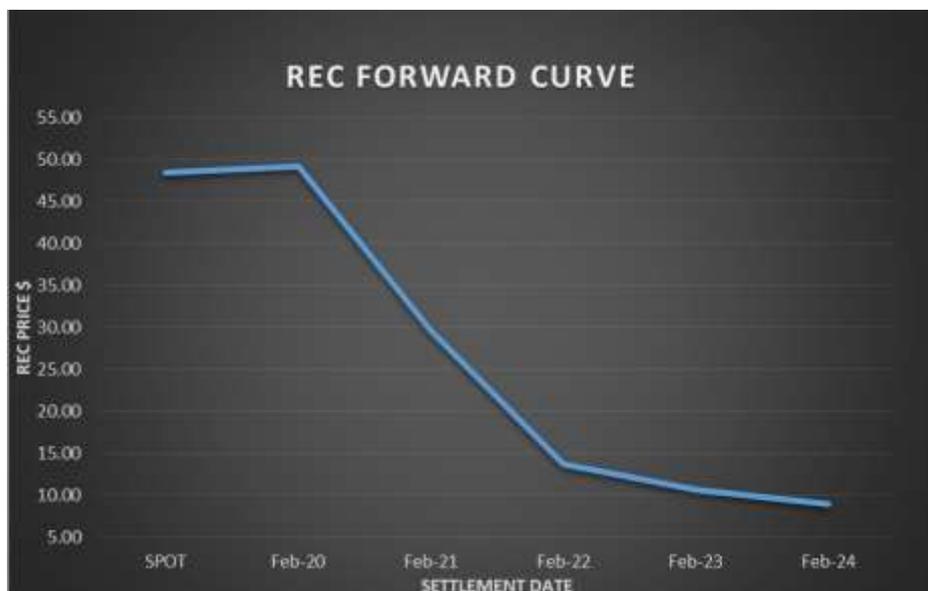
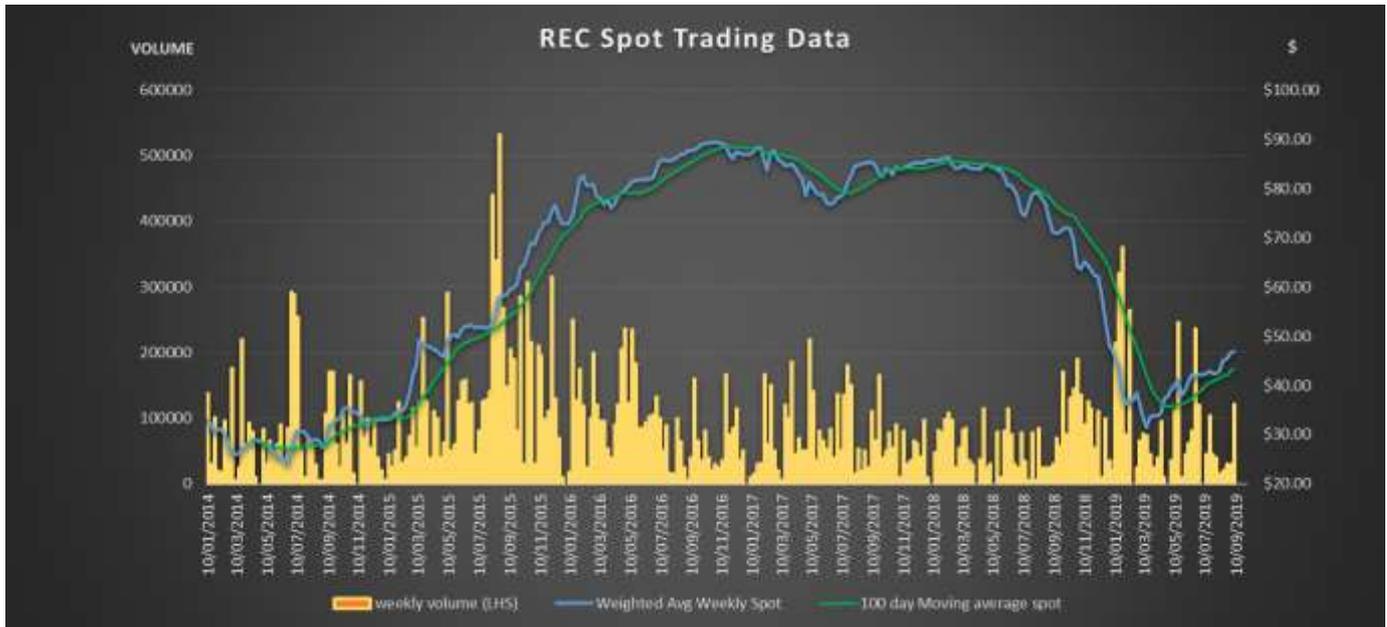


# Renewable Energy Certificates

LGC prices rallied this week on large volume.

Spot trading opened at an unchanged \$46.20 but traded higher with each deal to close the week at \$48.50 on turnover of 121,000 LGCs.

Calendar 2019 (February 2020 delivery) also rallied sharply, opening at \$47.20 and dealing as high as \$49.80 before dropping slightly to close at \$49.25 for a gain of \$2.45 on the week on volume of 340,000 certificates. Calendar 2020 rose \$3.00 to close at \$29.75, having earlier touched \$30.00. Turnover there was reported as 190,000 LGCs. Calendar 2021 gave up ground to close 25 cents lower at \$13.75 on turnover of 60,000 while Calendar 2022 dealt 10,000 LGCs at \$10.60, a gain of 10 cents from its last trade.



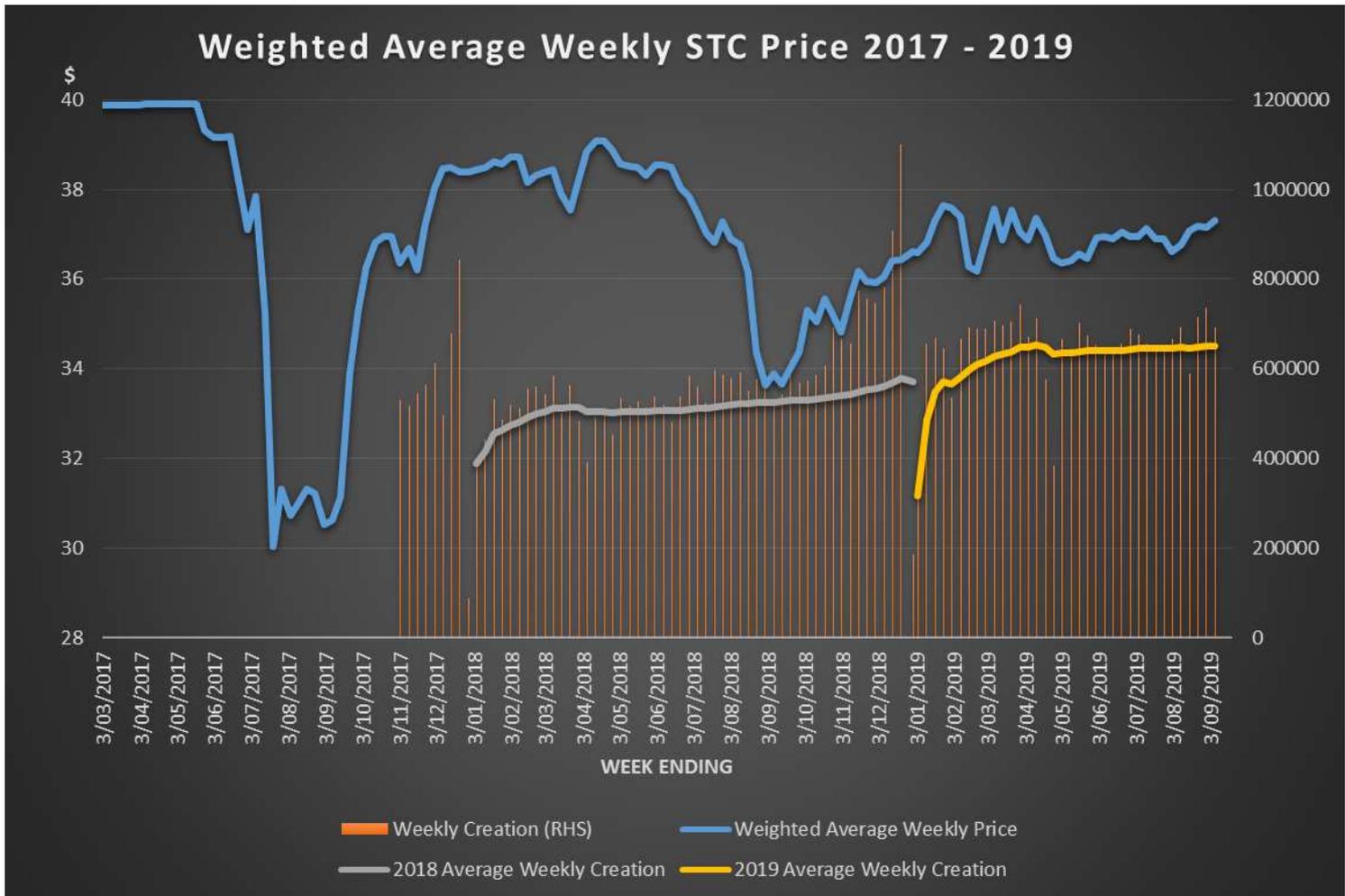
# Small Technology Certificates (STC)

STC creation dropped slightly this week while market prices rose.

Submissions to the CER totalled 691,500 this week, the first number under 700,000 for a few weeks.

The spot market opened unchanged at \$37.20 but traded steadily higher from there to a top at \$37.45 before closing at \$37.40 on volume of 189,000 STCs.

In the forward market 588,000 certificates were contracted for delivery between next month and March 2021. The forward curve was very flat with deals settling in October trading at \$37.45 while those settling between December 2019 and the end of 2020 traded at \$37.50. The lone deal for March 2021 was struck at \$37.60.



# VIC VEECs

VEEC prices rose modestly while creation dropped slightly from last week.

New VEEC registrations totalled just under 120,000 this week bringing the number in the Registry to 8.3 million, two million more than is needed for this year's surrender and almost a third of next year's target. However the hope/expectation of a large target for post 2020 keeps market prices buoyant.

Spot trading opened unchanged at \$22.65 but rose to close the week at \$22.90 on turnover of 121,000 certificates.

In the forward market 80,000 VEECs were contracted for settlement between October 2019 and March 2020. At the start of the week deals settling in the rest of this year gained a premium of around 20 cents while the first quarter of 2020 added 35 cents but by week's end this premium had disappeared and forwards were trading in line with the spot price.

