

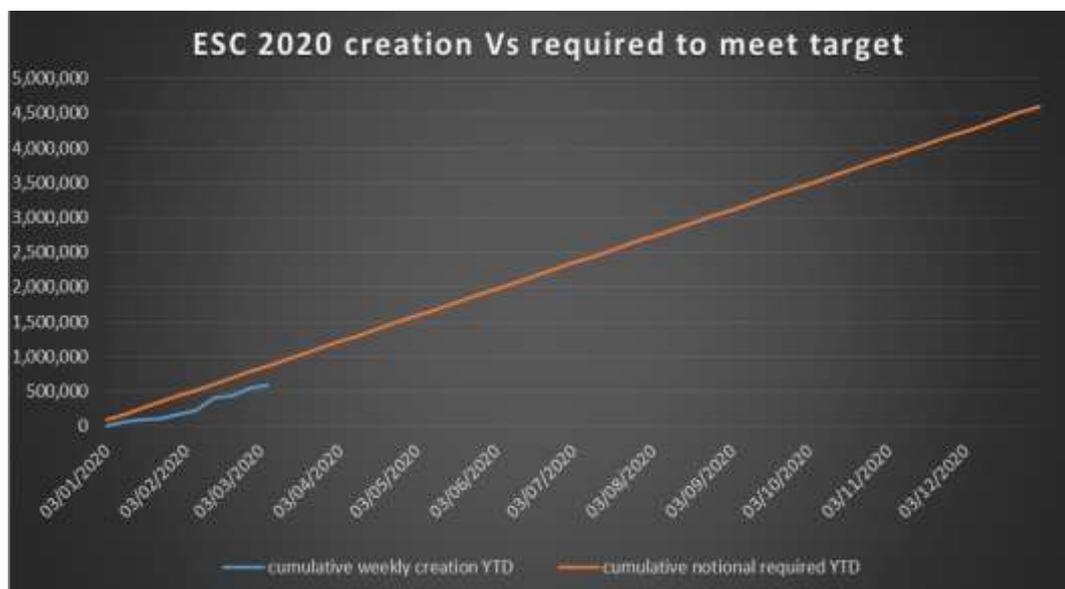
**NSW ESCs**

ESC creation dropped back this week while certificate prices dipped slightly.

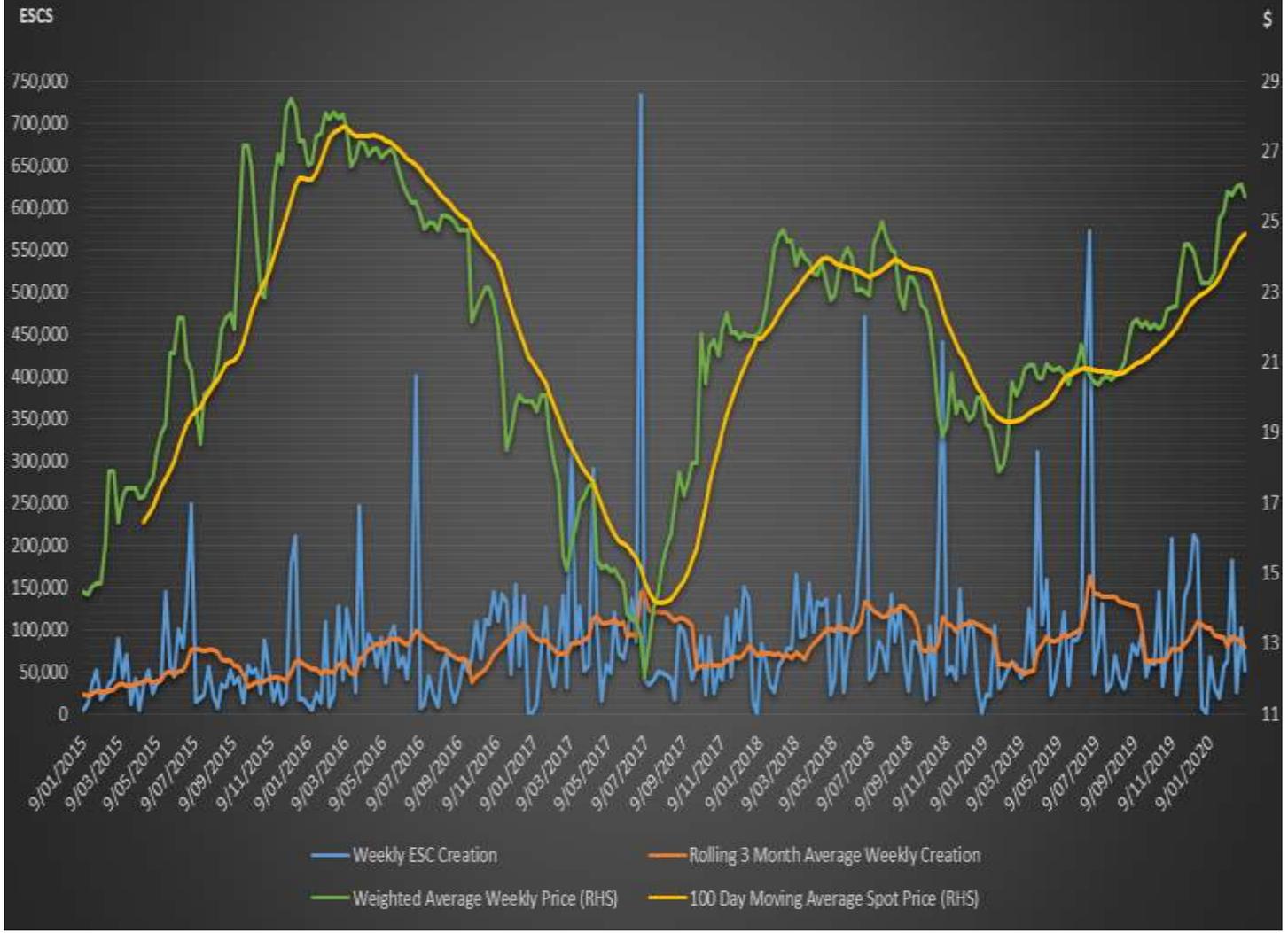
New ESC registration fell to 52,000.

Spot trading opened 10 cents lower, at \$25.90, and fell a little further to close at \$27.70 on turnover of 40,000 ESCs.

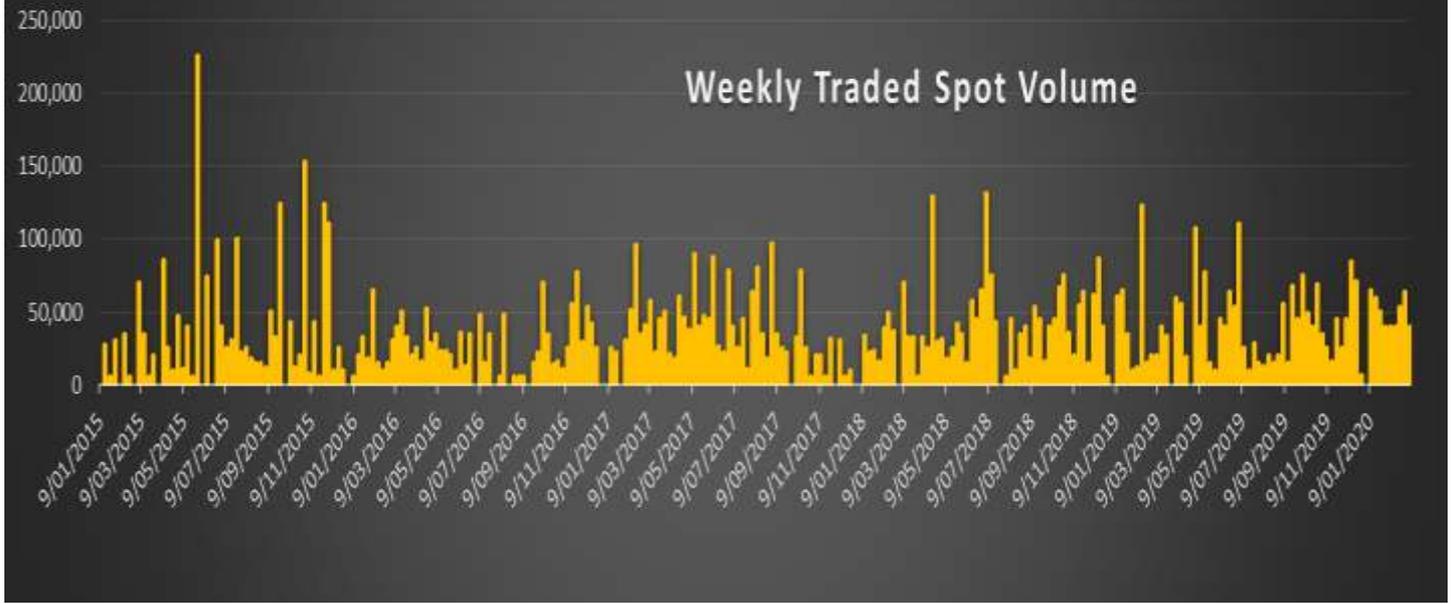
Forward trading saw just 15,000 certificates dealing for delivery between July and October this year. Trades settling in the middle of the year attracted a premium over the prevailing spot price of around 20 cents while those for later in the year gained 50 cents.



# WEEKLY ESC CREATION - ALL SOURCES



# Weekly Traded Spot Volume



## Renewable Energy Certificates

LGC prices were barely moved in very light trading this week.

There were no reported spot trades, with quoted prices indicating no change from last week's \$34.00 level.

Forward trading was only slightly more active with 20,000 Calendar 2020 (February 2021 delivery) certificates dealing at \$34.40 for a gain of 15 cents. Calendar 2021 saw 12,000 LGCs deal at an unchanged \$25.75 while Calendar 2022 traded 12,000 certificates 25 cents higher at \$16.25, though subsequent quoting would infer that the price closed back around the unchanged \$16.00 level.



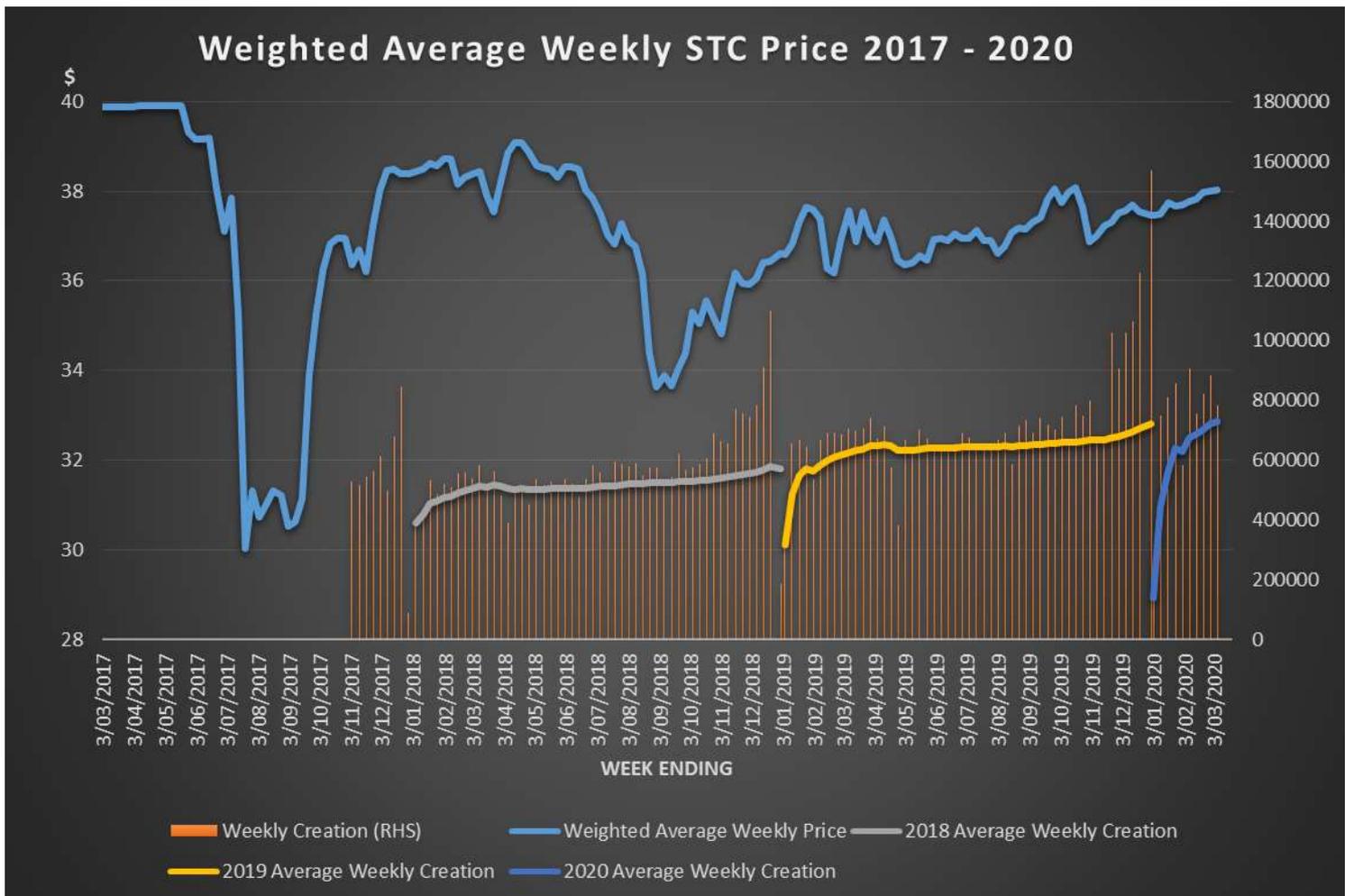
## Small Technology Certificates (STC)

STC creation dropped while prices closed mostly unchanged.

New submissions dropped almost 100,000 this week, to 784,800.

Spot trading opened unchanged at \$38.00 and dealt in a very tight \$38.00 - \$38.05 all week, closing at \$38.05 on turnover of 327,000 STCS.

Forward market activity dropped even further this week with only 34,000 certificates reported dealing for delivery between June 2020 and January 2021. One trade saw deals for settlement later this year and January 2021 struck at \$37.90 but the rest were set at \$38.00.



## VIC VEECs

VEEC creation dipped slightly this week while market prices fell on the back of a Government announcement.

VEEC registration dropped to 121,150.

On the prior Friday afternoon Victoria's Essential Services Commission put out a brief note to say that due to the amount of submissions on their proposals for the, soon to be truncated, future of commercial lighting in the VEEC scheme, and having had staff shortages due to bushfire duty, they would have to delay their response until sometime in April. They also mentioned that they were making changes to their original proposals in light of the submissions and that any changes would not be implemented until at least six months after their promulgation, thus giving lighting at least another few months of activity. The news came out too late to have an impact last week but caused a sharp sell-off in the VEEC market early this week, but you can't keep this market down and much of the ground was made back by week's end.

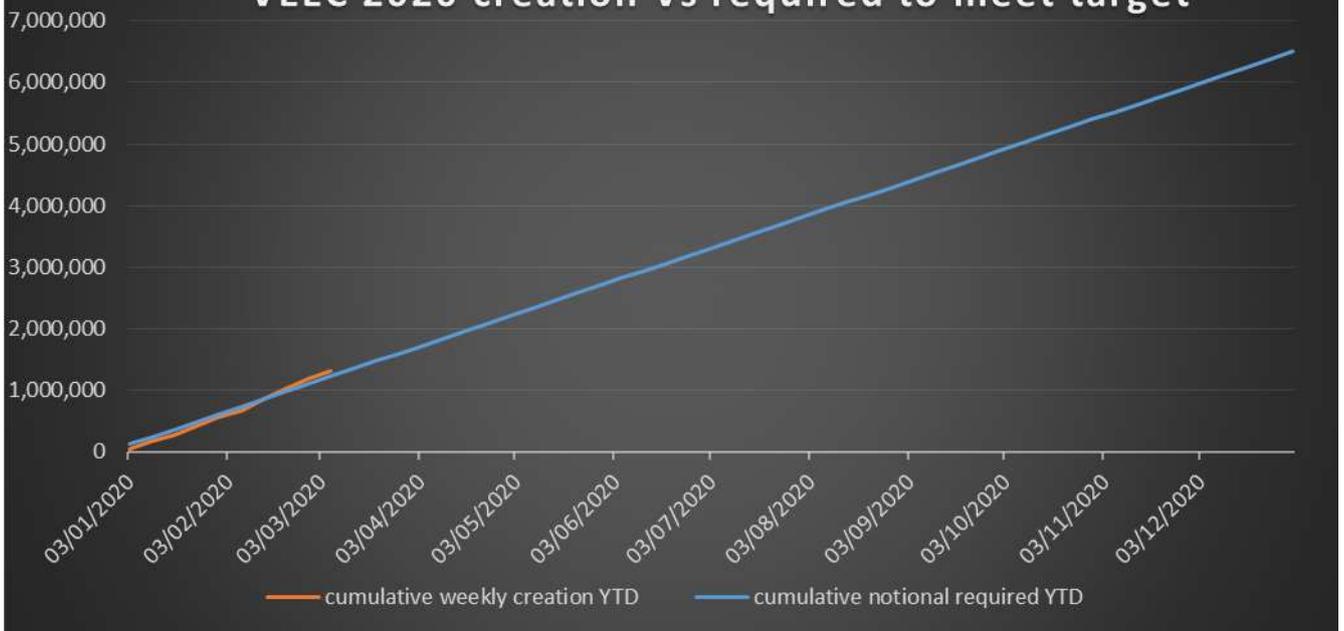
Spot trading opened \$2.25 cents lower, at \$33.50, and continued to fall sharply from there, dropping to a low of \$32.00 before recovering to \$34.70 by mid-week. It started to grind lower again from there, however, finally finishing at \$33.60 on turnover of 55,000 certificates.

The forward market was very active with 420,000 VEECs contracted for delivery between March this year and March 2021. The shape of the forward curve was in a considerable state of flux as the spot market roller-coasted but by the close of the week trades settling in the middle of this year were attracting a premium of 40 cents to the prevailing spot price rising to 75 cents for those settling at year's end.

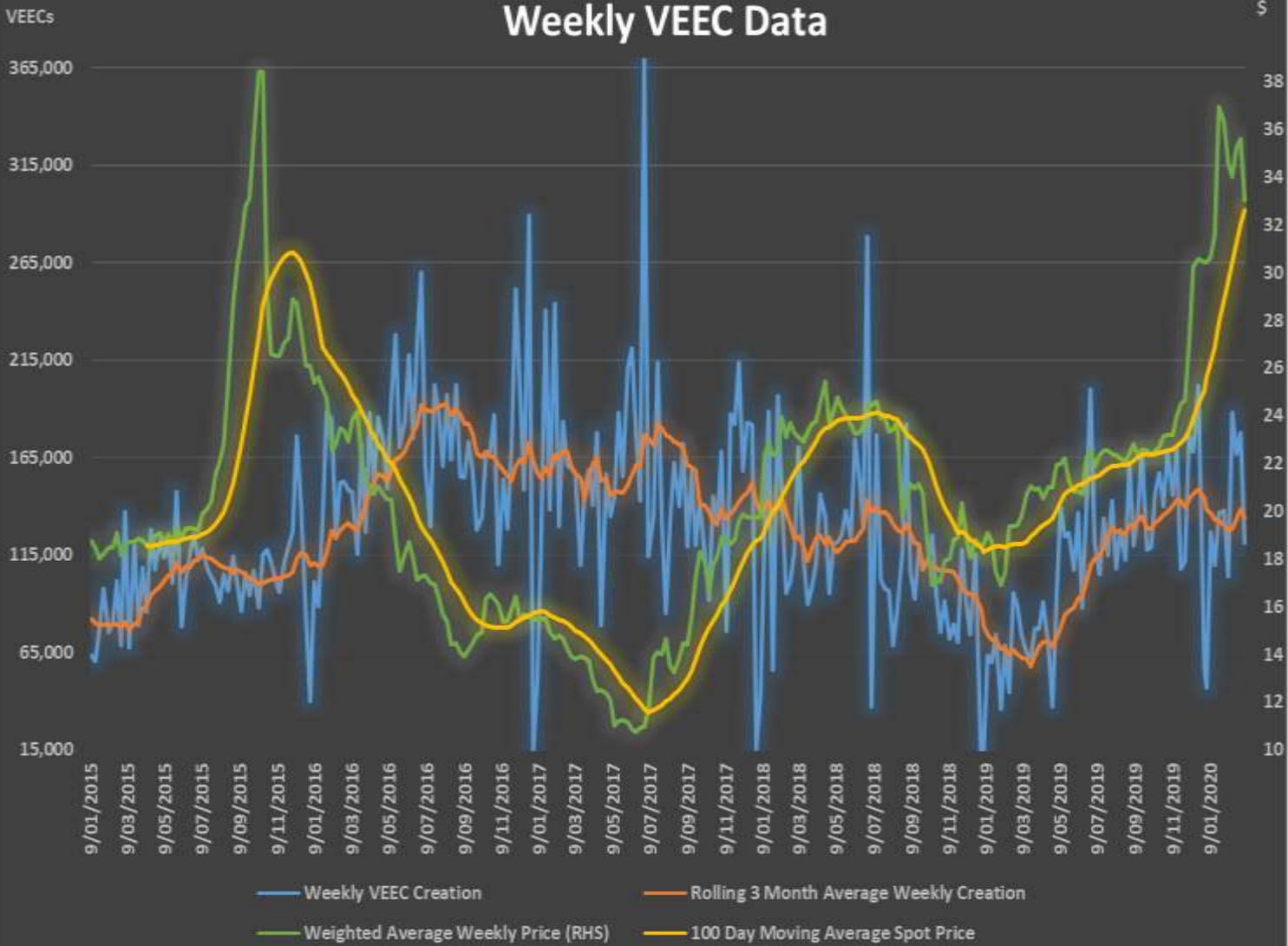
## VEEC Outstanding Vs Surrender Target 2020



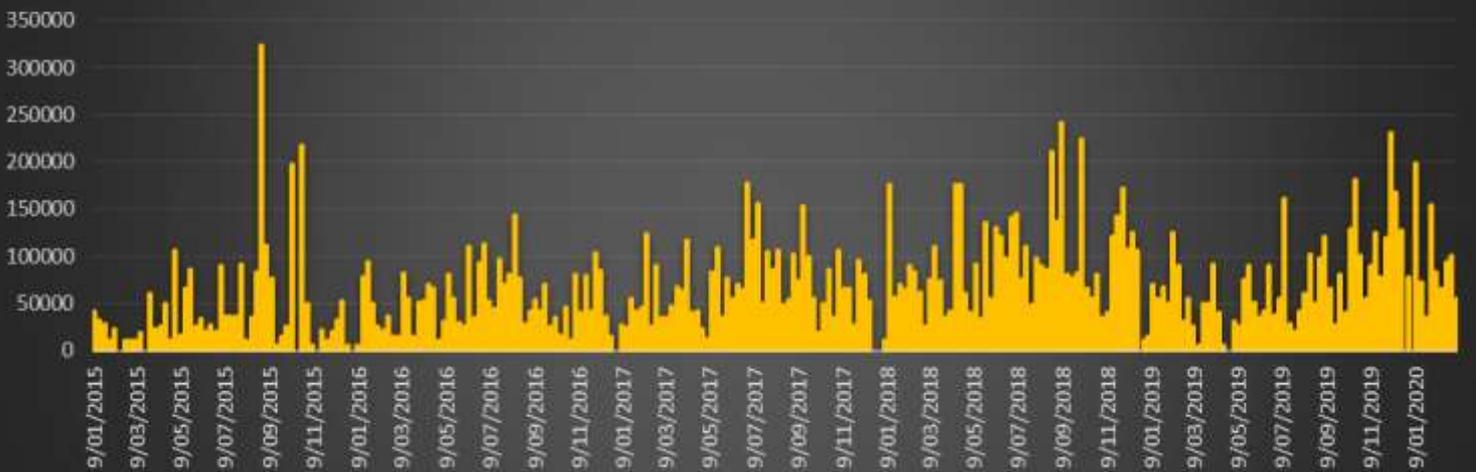
## VEEC 2020 creation Vs required to meet target



## Weekly VEEC Data



## Weekly Traded Spot Volume



PO Box Q1251 QVB Post Office NSW 1230

Suite 506, 66 Hunter Street, Sydney, NSW 2000

Phone +61292794704 [www.demandmanager.com.au](http://www.demandmanager.com.au)