

NSW ESCs

ESC creation dropped sharply, as did certificate prices.

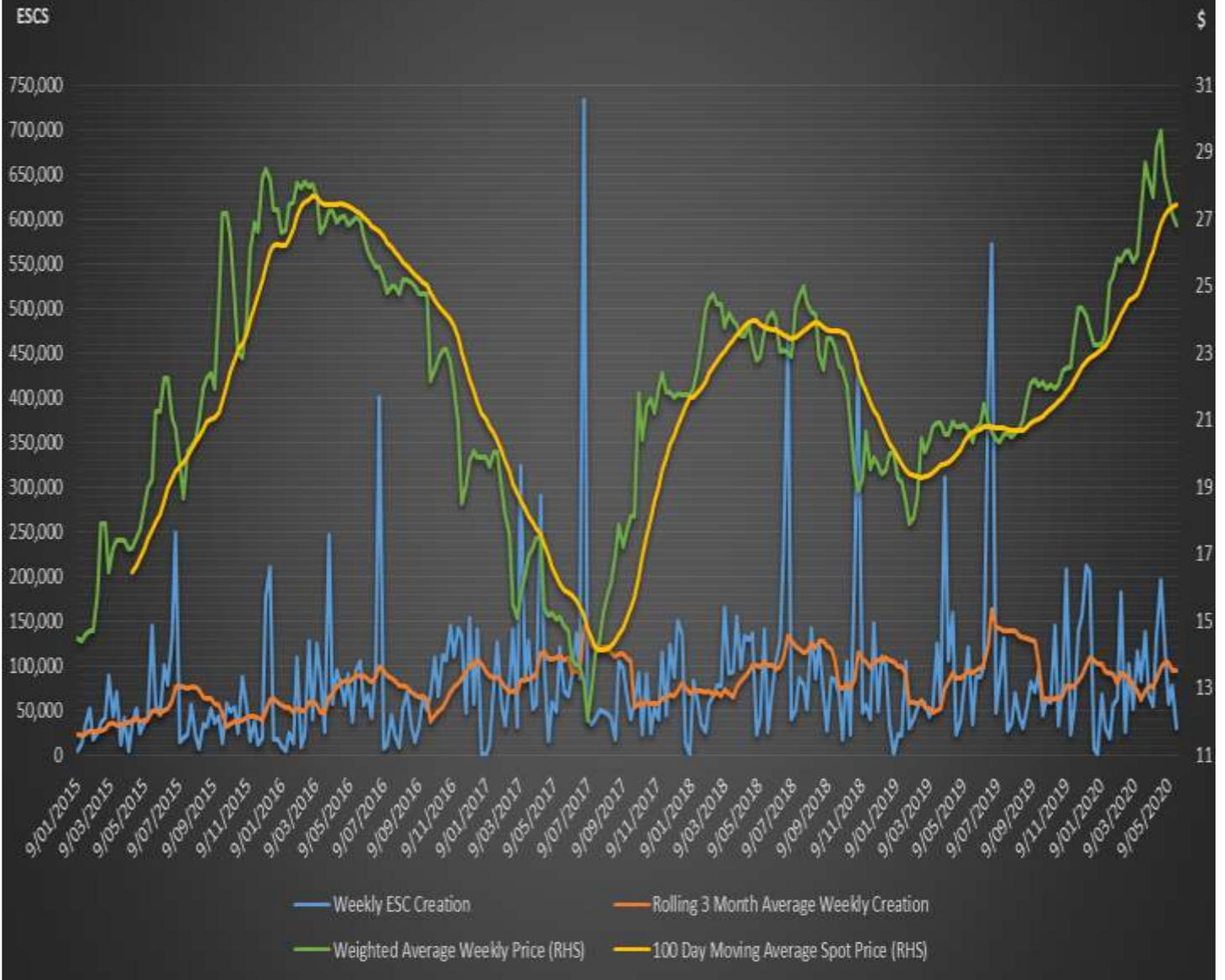
ESC registrations more than halved this week to come in at 30,400.

The spot market opened 5 cents lower, at \$27.05, and declined steadily all week to close at the low of \$26.50 on turnover of 64,000 certificates.

In the forward market 45,000 ESCs were contracted for delivery between June 2020 and April 2021. The curve sloped upwards with trades settling in June dealing in line with the prevailing spot level while later maturities attracted a premium rising to 60 cents for April 2021.



WEEKLY ESC CREATION - ALL SOURCES



Renewable Energy Certificates

LGC prices rose modestly throughout the week across the curve.

The spot market opened 30 cents higher, at \$32.30, and rallied to a mid-week high of \$33.00 before falling back to close at the \$32.30 level. Turnover totalled 142,000 LGCs.

The Calendar 2020 (February 2021 delivery) contract traded 15,000 certificates at \$33.00 for a rise of 50 cents on the week. Calendar 2021 added 60 cents to close at \$27.00, having hit a high of \$27.25 earlier in the week. Reported turnover there was 120,000 LGCs. Calendar 2022 gained 20 cents to close at \$20.70 on 165,000 certificates while Calendar 2023 saw 130,000 certificates trade, and a gain of 10 cents to close at \$10.10.



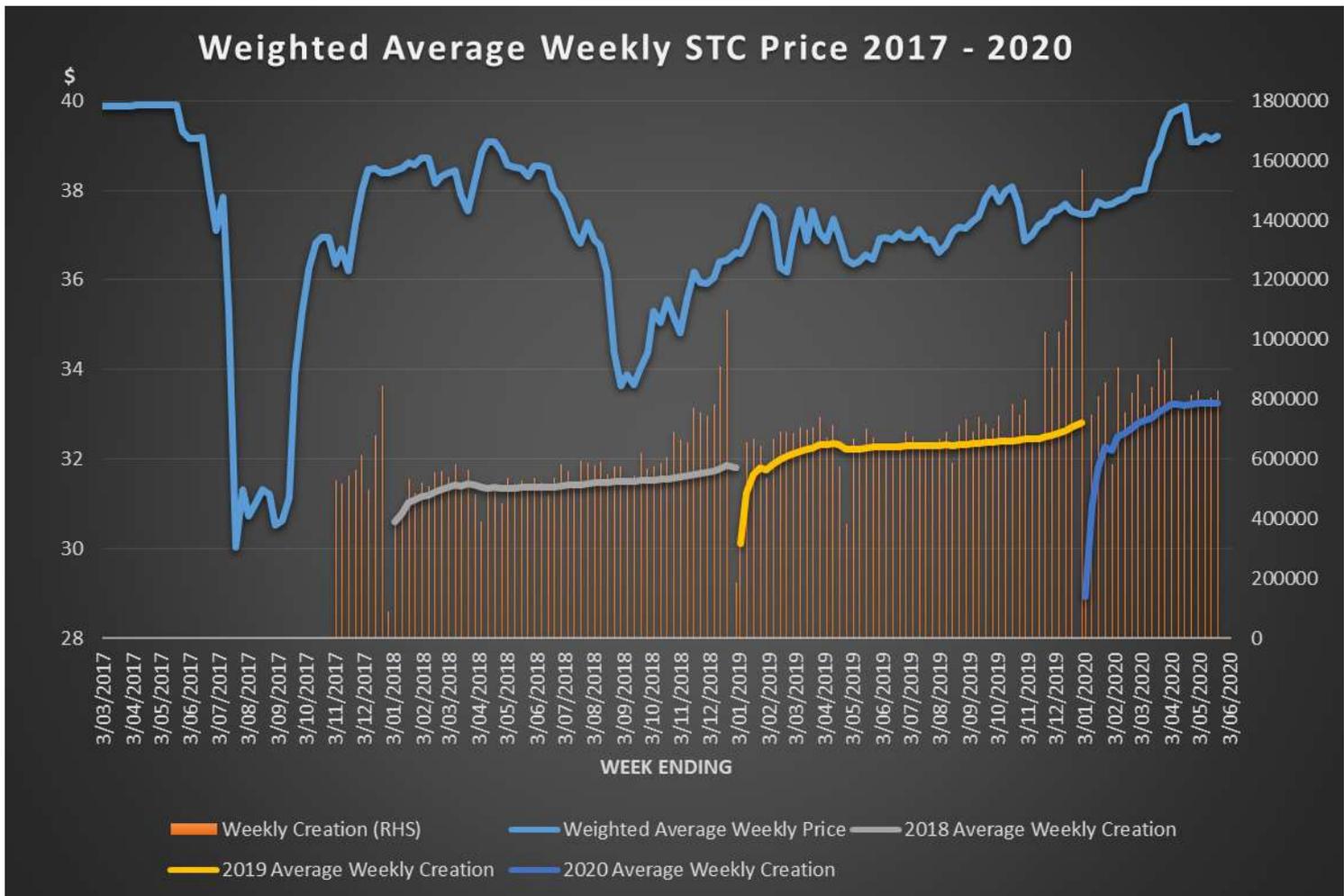
Small Technology Certificates (STC)

STC creation rose again this week while market prices also went higher.

New submissions to the CER climbed to 832,000 this week, the biggest creation week since early April. It appears that the much heralded slowdown in installations has yet to materialise.

Despite the creation numbers spot trading opened 5 cents higher, at \$39.15, and the price continued to grind higher all week, closing at \$39.25 on volume of 174,000 STCs.

The forward market saw 230,000 certificates trade for delivery between June and December this year. The forward curve had a somewhat odd shape with trades out to October trading at a premium of between 10 and 20 cents to the spot price while deals settling later in the year saw prices discounted by around 20 cents.



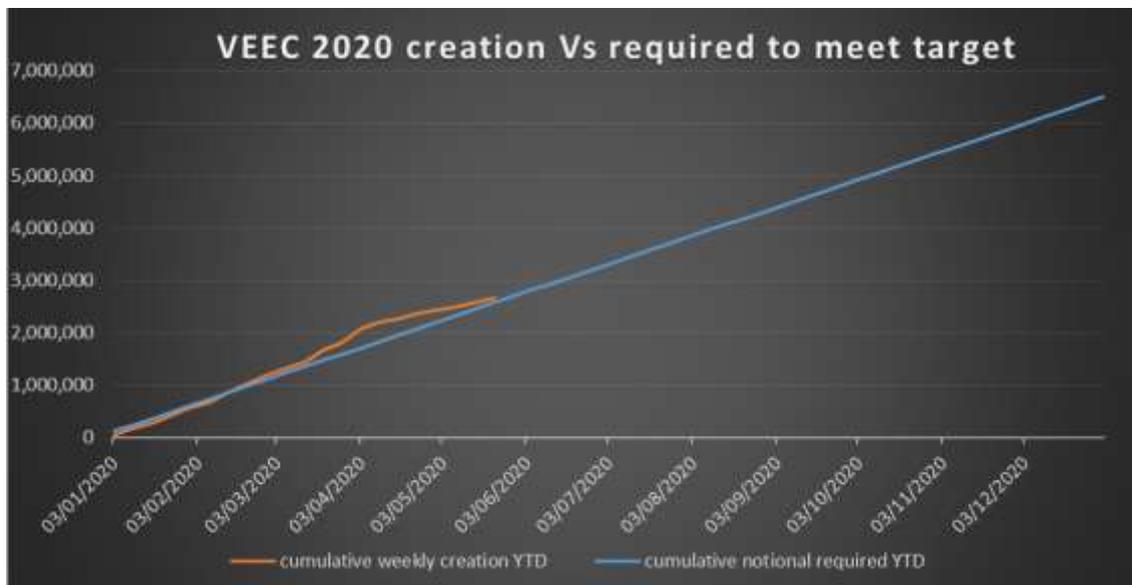
VIC VEECs

VEEC creation dropped again this week while market prices closed weaker.

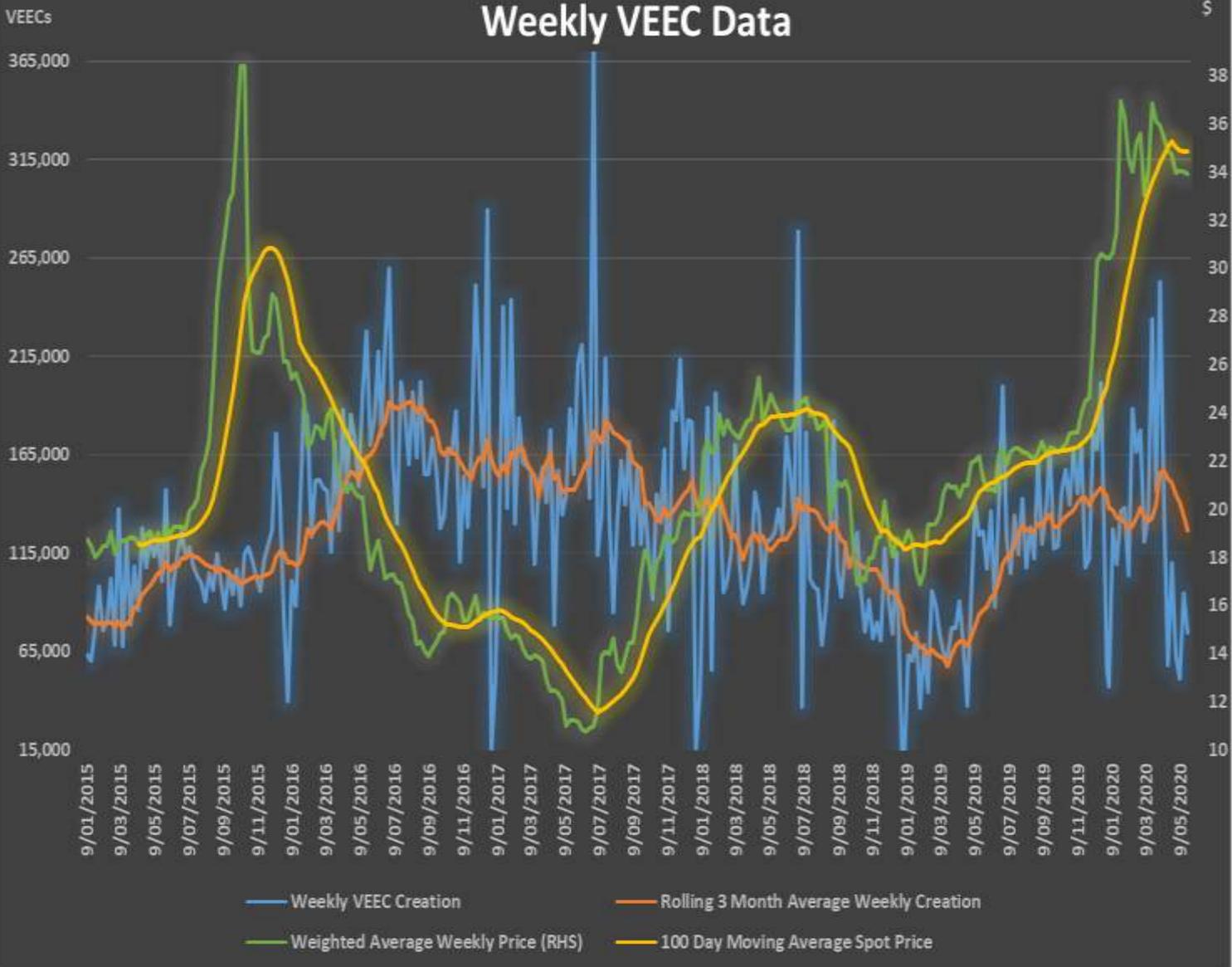
Certificate registrations dropped to 74,500.

Spot trading opened 20 cents lower, at \$33.95, and the price was stuck in a tight range between that level and \$33.80 before the last spot trade of the week was struck at \$33.90. However, subsequent deals in the forward market would intimate that the closing spot level is closer to \$33.50. Turnover totalled 85,000 VEECs.

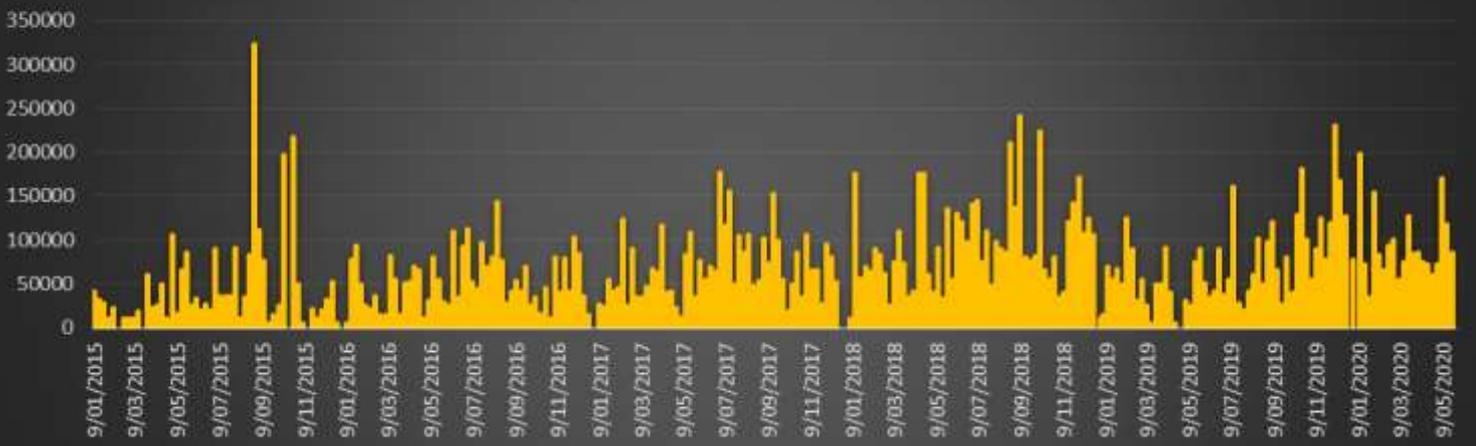
The forward market saw 285,000 certificates trading for delivery between June 2020 and April 2021. As has been the case for the past few weeks, all these trades were struck at prices in line with the prevailing spot level. The last forward trades, for settlement between June and August this year, were agreed at \$33.50, hence the assumption that \$33.50 reflects the closing spot price.



Weekly VEEC Data



Weekly Traded Spot Volume



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