

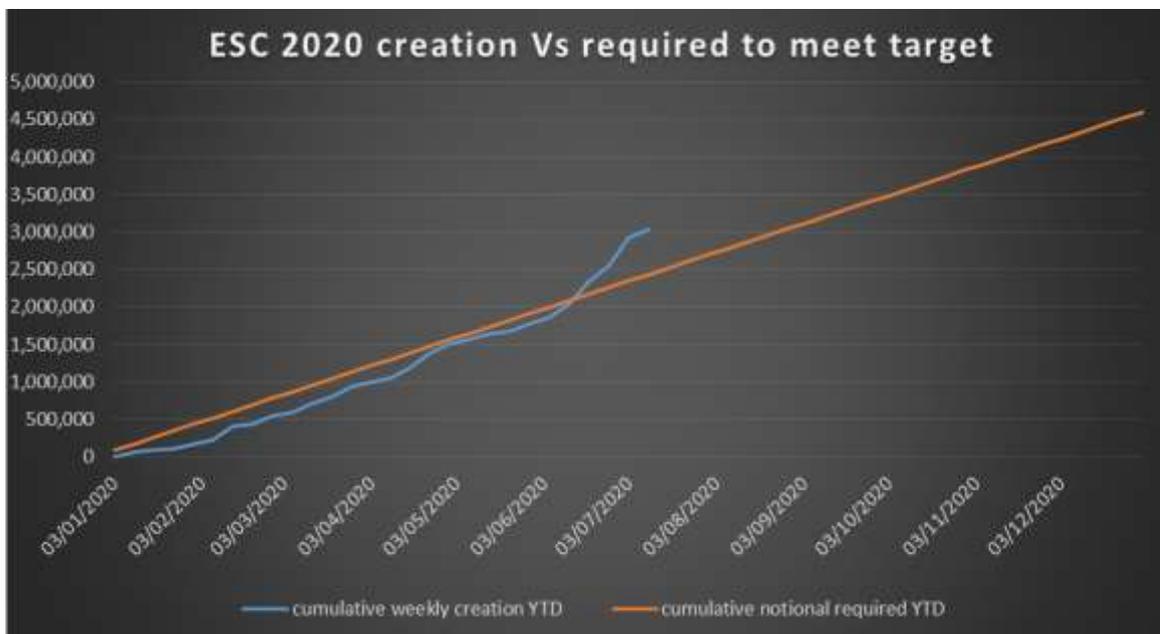
**NSW ESCs**

ESC creation remained solid despite the cessation of certificate production for 2019 projects that occurred at the end of June. Certificate prices rose.

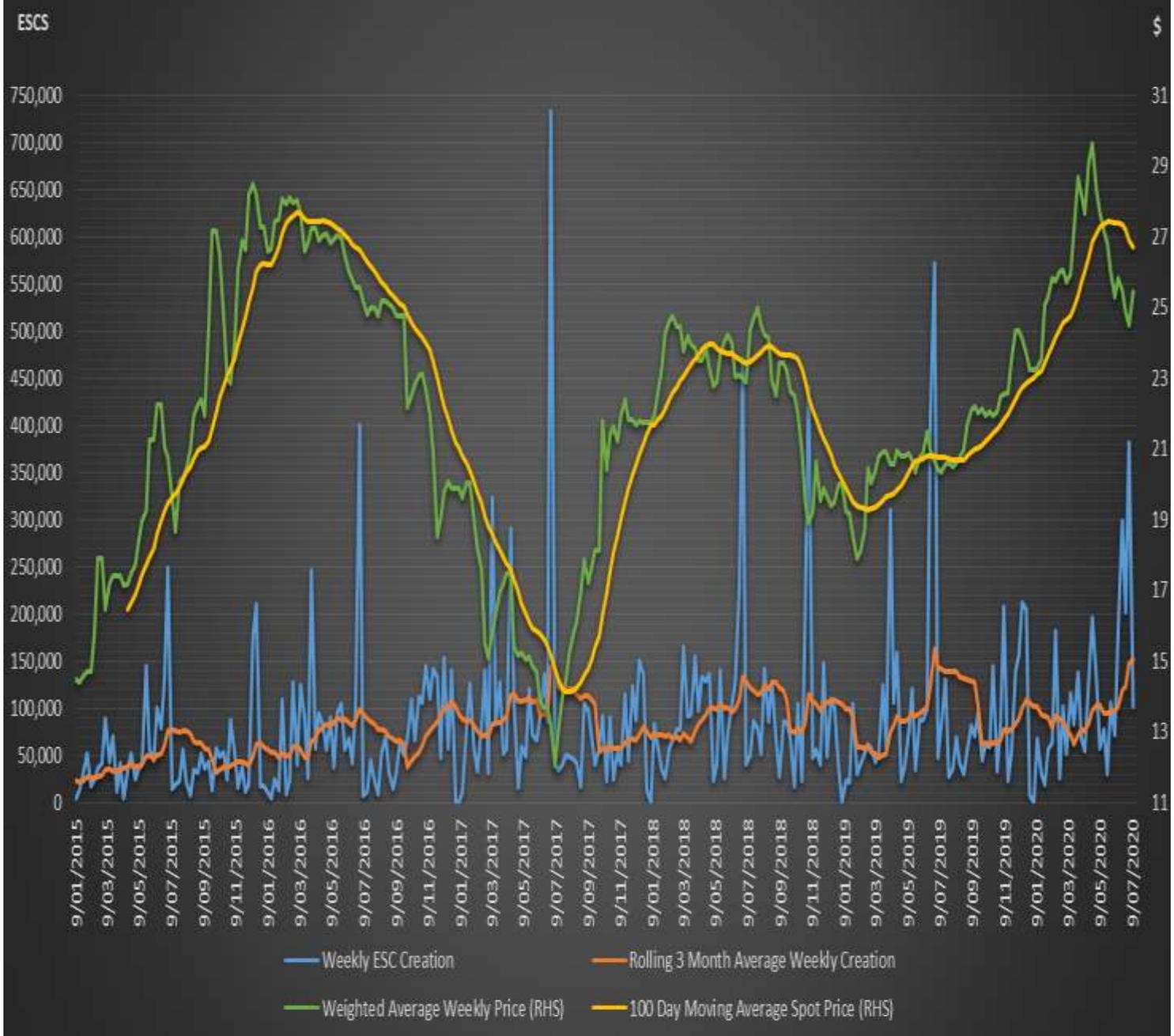
New ESC registrations totalled 100,939 this week.

The spot market opened unchanged at \$25.05 but rallied from there to reach a high of \$26.20 before falling back modestly to close the week at \$26.00 on turnover of 155,000 ESCs.

The forward market was quiet again with 25,000 certificates trading for delivery in October this year and the first quarter of 2021. The October deals attracted a premium of 10 cents over the prevailing spot price while those for settlement in 2021 gained around 30 cents.



# WEEKLY ESC CREATION - ALL SOURCES



# Weekly Traded Spot Volume



# Renewable Energy Certificates

Price volatility in the LGC market continued again this week with large moves made on small volume.

Spot trading commenced the week 35 cents lower, at \$38.75, but buyers quickly reversed last week's sharp falls with an equally quick move up. The market hit a high of \$42.00 but then momentum switched again and prices fell quickly, closing at \$40.00 on volume of 69,000 LGCs.

Calendar 2020 (February 2021 delivery) followed the same pattern, opening relatively unchanged at \$39.00 but quickly trading to a high of \$42.00 before reversing course just as precipitously. The last trade in the contract was struck at \$41.50 but subsequent spot trading would imply the closing level would be around \$40.25, a rise of \$1.50 for the week on turnover of 55,000 certificates. Calendar 2021 added \$1.00 to close at \$30.00 on volume of 60,000 LGCs while Calendar 2022 traded 20,000 certificates at \$20.50 for a 25 cent gain.



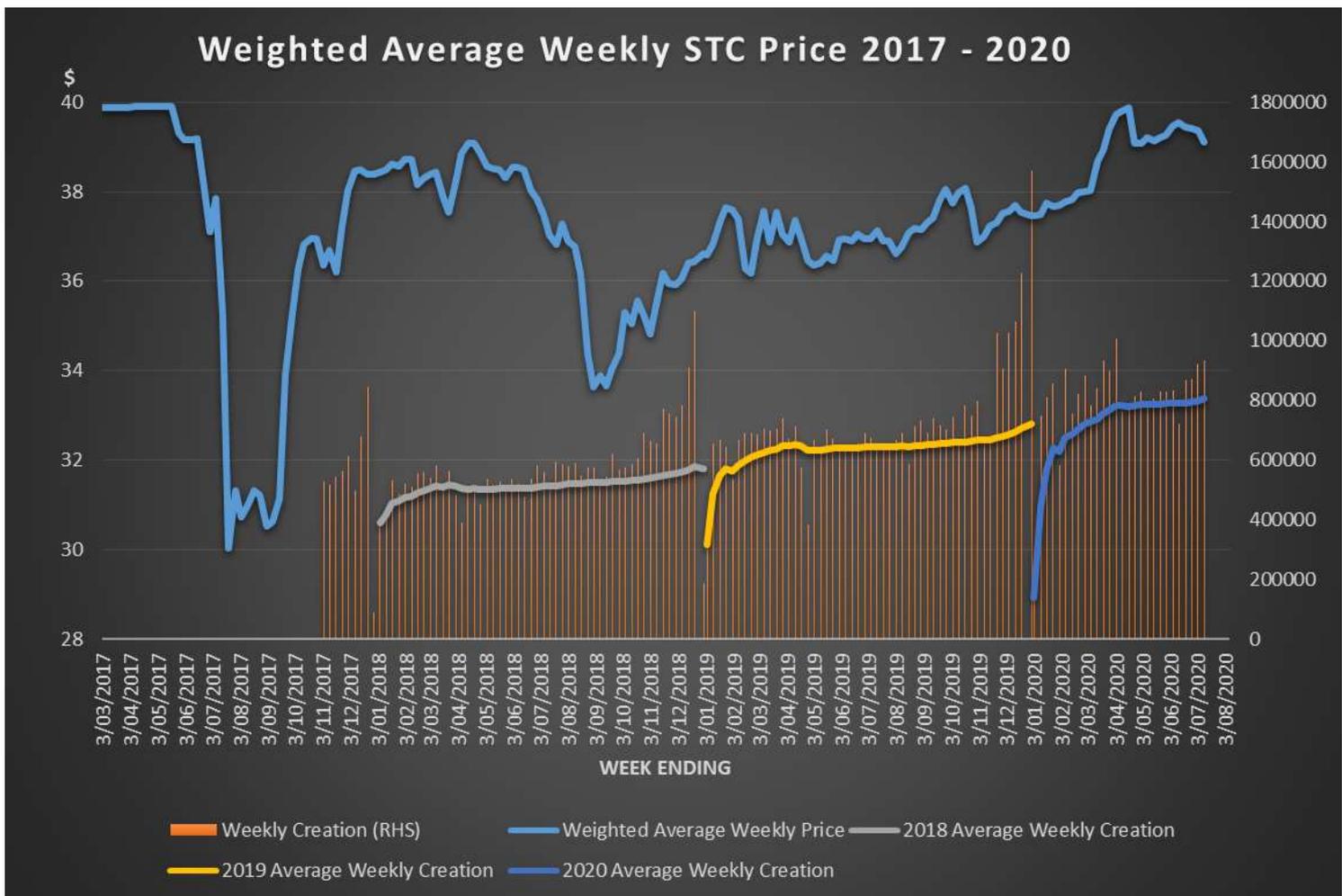
# Small Technology Certificates (STC)

STC creation rose again this week while certificate prices were barely moved.

Submissions to the CER rose 10,000 this week, to 932,315. This brings the average weekly production for the year to date to 805,000.

The spot market traded in a very tight range, opening unchanged at \$39.15 and touching a low of \$39.00 and a high of \$39.20 before closing in the middle of that range, at \$39.10, on reported turnover of 521,000 STCs.

The forward market saw 198,000 certificates trade for delivery from August this year to August 2021. Deals settling in the rest of this year traded around \$38.90 while those for 2021 showed a backwardated forward curve with January 2021 trading at \$38.75, falling to \$38.40 for deliveries in the second half of the year.



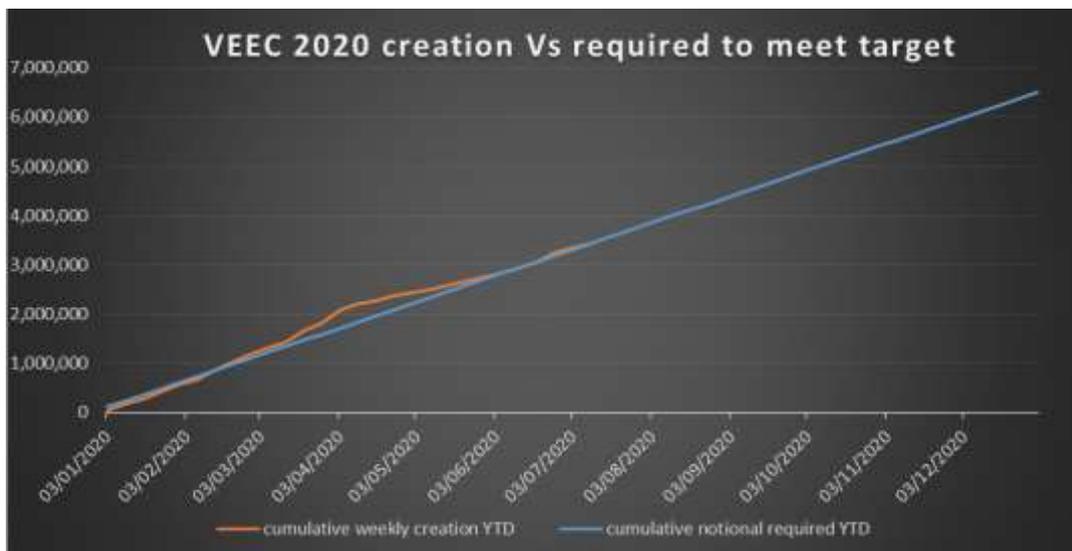
# VIC VEECs

VEEC creation dropped this week while market prices were volatile.

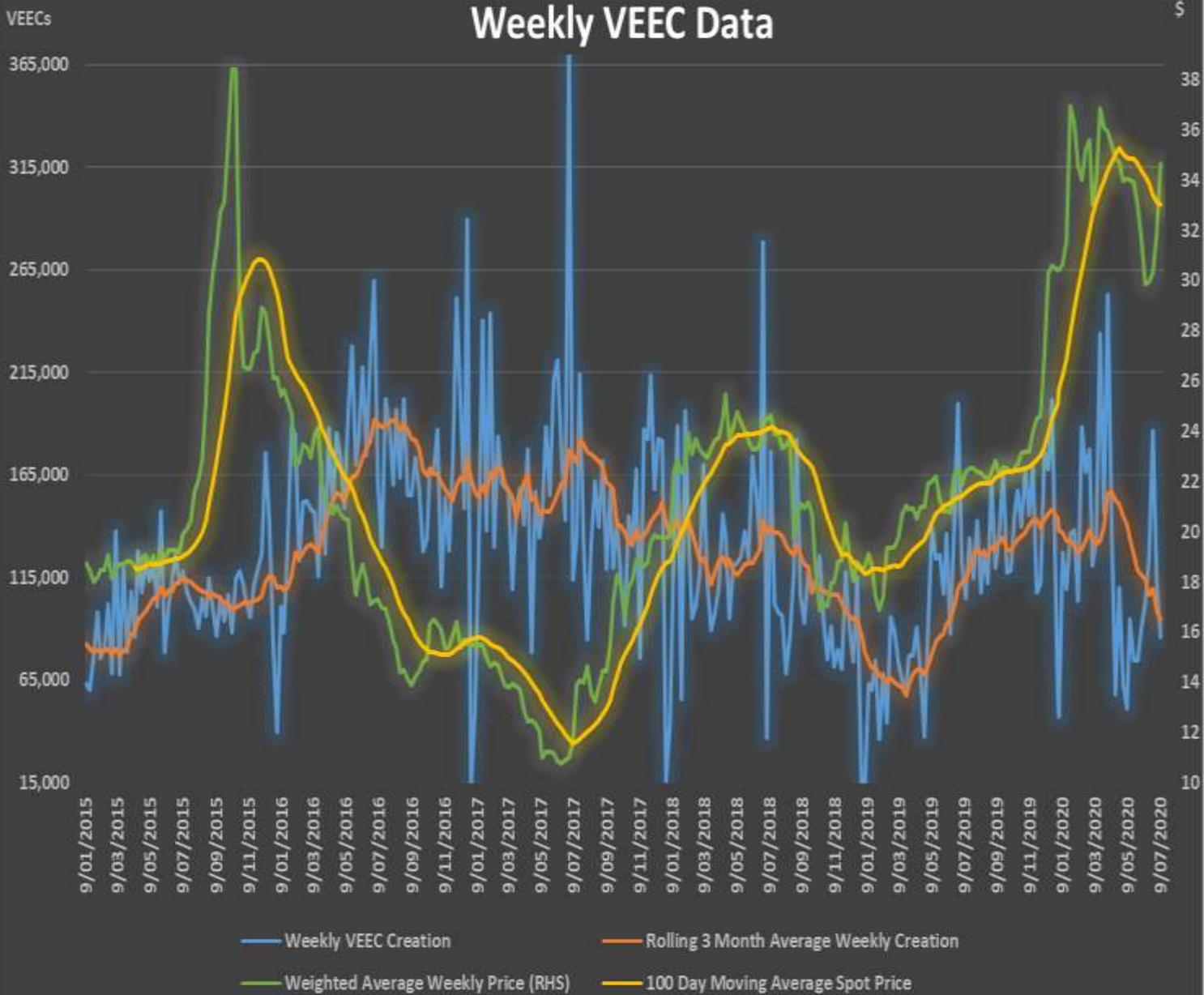
VEEC registration dropped to 86,300.

Consternation over the impact of Covid related lockdowns saw the spot market open 55 cents higher this week, at \$33.50. The buyers continued to push the market up in the first half of the week, reaching a high of \$36.00 before profit-taking saw a slide to a close at \$34.00. Turnover was reported as 122,000 VEECs.

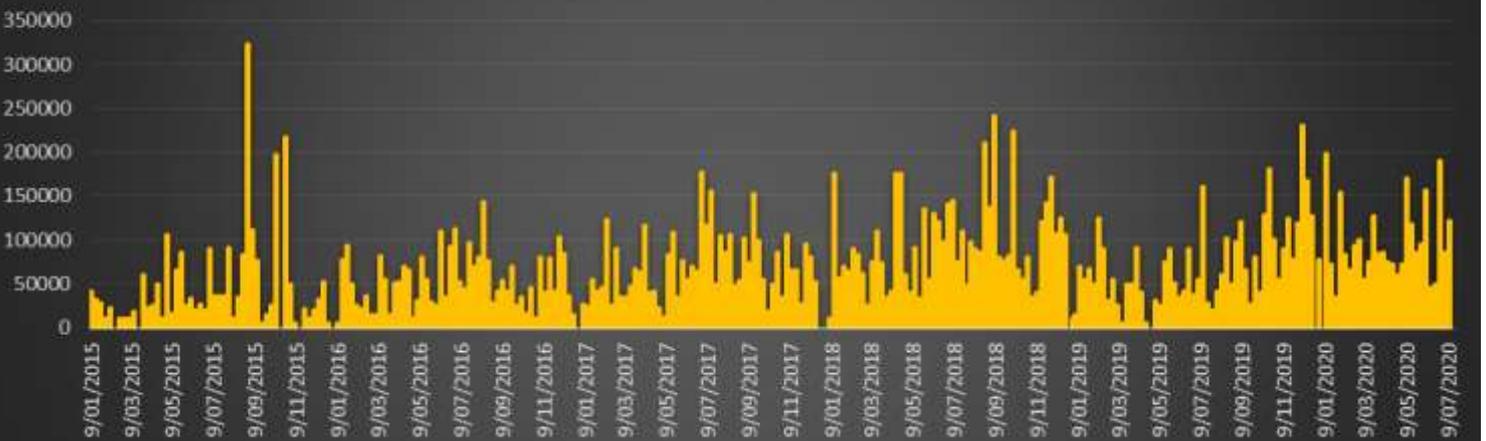
The forward market was extremely active with 495,000 certificates contracted for delivery between later this month and December 2021. Deals settling throughout the rest of this year traded either in line with the prevailing spot price or at a premium of just 10 cents. Showing that the price surge could be a temporary result of the current crisis, deals setting in 2021 traded at a discount of between 25 and 75 cents to the prevailing spot price as the spot market was gyrating about.



## Weekly VEEC Data



## Weekly Traded Spot Volume



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