

## CERTIFICATE REPORT

17/07/2020

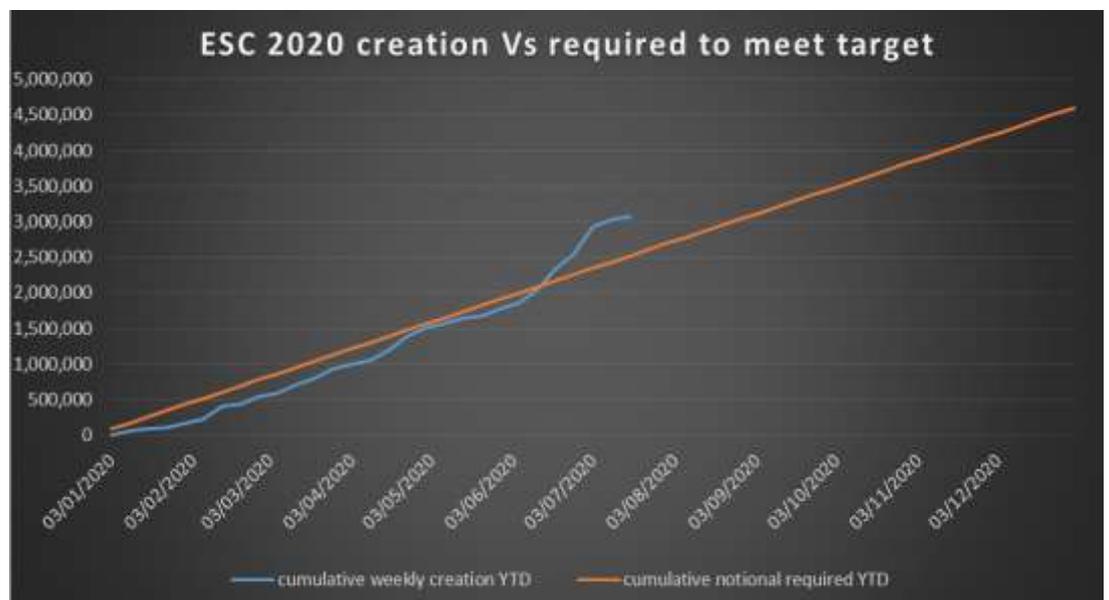
### NSW ESCs

ESC creation dropped this week, as did market prices.

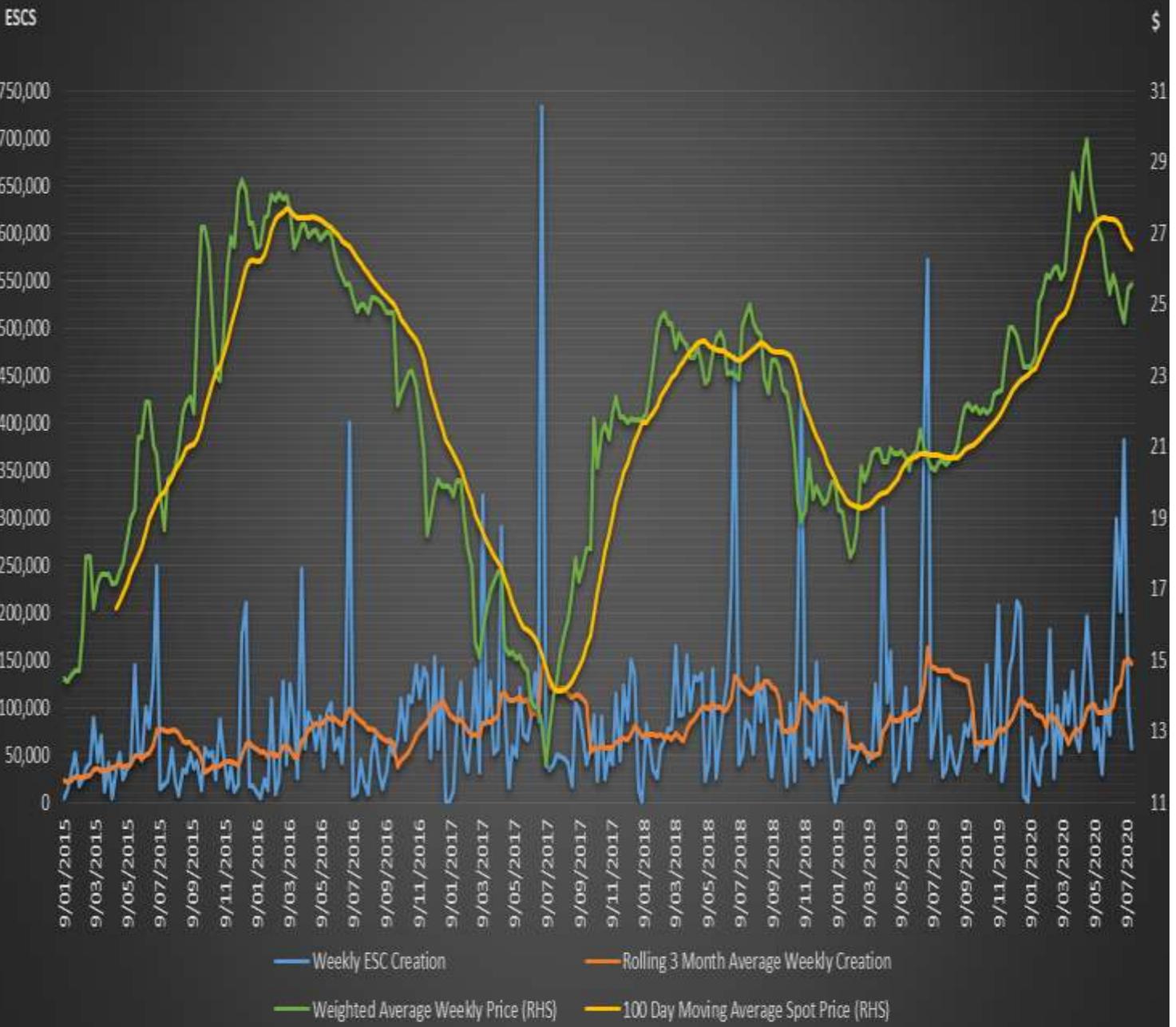
New ESC registrations fell to 57,700.

Spot trading opened 40 cents lower, at \$25.60, and dipped to \$25.50 before recovering to reach \$25.75. This level didn't hold however with the next, and final, trade struck at \$25.40. Turnover totalled 45,000 certificates.

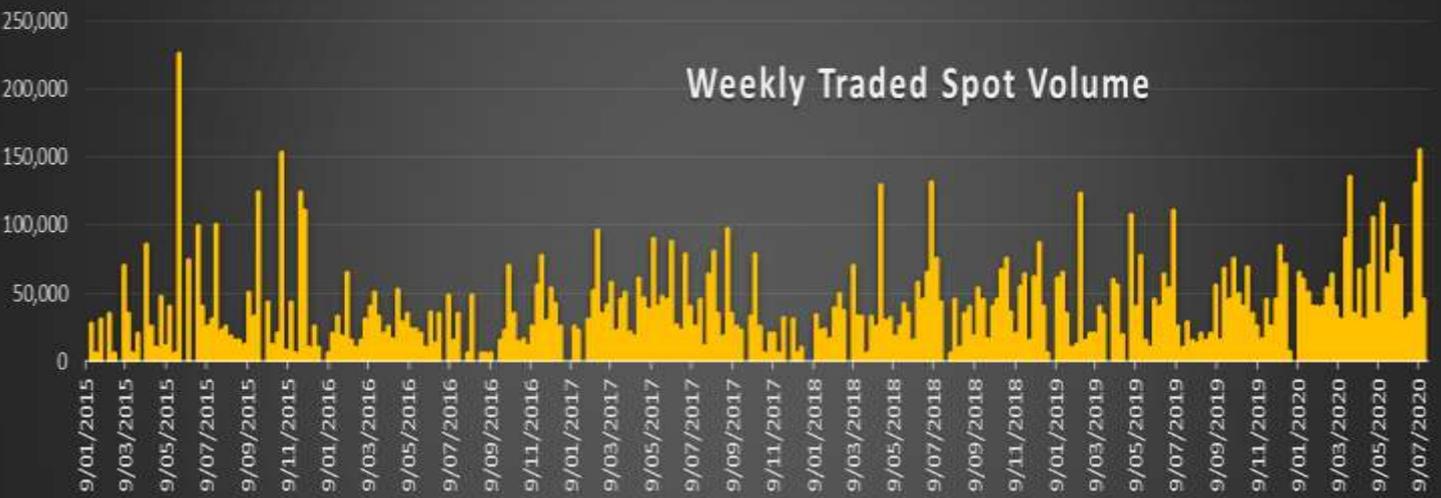
The forward market continued to be sparse with 30,000 ESCs trading for delivery between August and December this year. The forward curve was mostly flat with these deals trading in line with the prevailing spot level or gaining at most a 10 cent premium.



# WEEKLY ESC CREATION - ALL SOURCES



# Weekly Traded Spot Volume



# Renewable Energy Certificates

The recent roller coaster nature of the LGC market was in evidence again this week as last week's price gains evaporated.

The spot market opened unchanged at \$40.00 but slid from there to reach a low of \$39.10 before a late trade on Friday evening saw a close at \$30.25 on volume of 142,000 LGCs.

Calendar 2020 (February 2021 delivery) opened at \$39.75 and fell to \$30.20 on the last trade. However the late spot deal would imply a closing level a little higher, around \$39.50, and a fall of 75 cents for the week on volume of 45,000 certificates. Calendar 2021 traded 90,000 LGCs and closed at \$29.70 for a loss of 30 cents. Calendar 2022 traded 40,000 certificates at an unchanged \$20.50 while Calendar 2023 bucked the downtrend to add 25 cents, trading 45,000 LGCs at \$11.75.



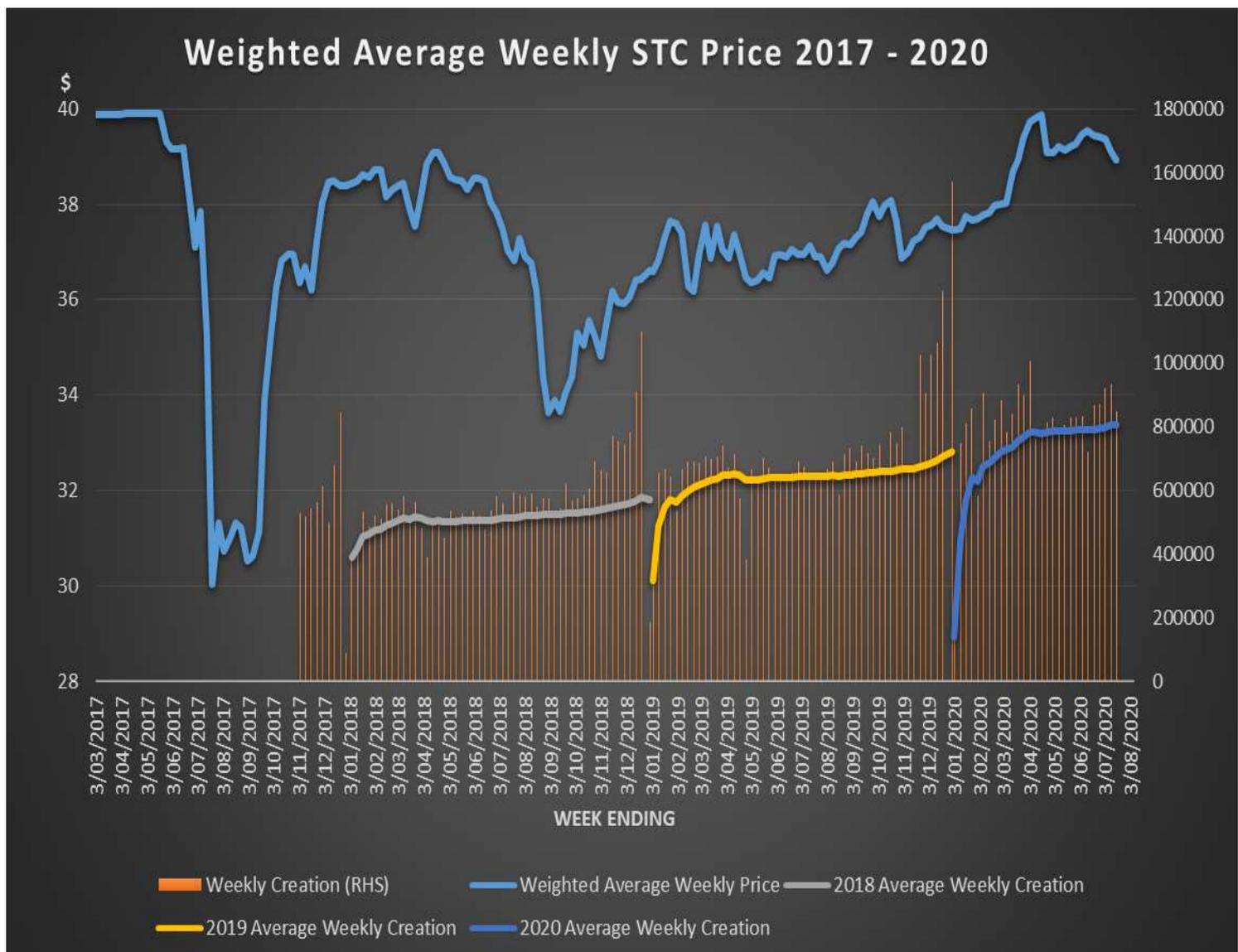
## Small Technology Certificates (STC)

STC creation dipped a little this week but the weight of recent certificate supply finally caused a significant price drop.

Submissions to the CER fell to 850,000 this week.

The spot market opened unchanged at \$39.10 and traded between there and \$39.00 for Monday and Tuesday. On Wednesday the price dropped below 39.00 and the fall accelerated late in the week until we closed at the low of \$38.55 on turnover of 379,000 STCs.

The forward market had been trading lower than the spot level for the last few weeks and that was the case early in the week but as the spot price continued to fall the forward price dropped by less until by the end of the week the curve was essentially flat. Reported volume was 653,000 certificates for delivery between August this year and March 2021.



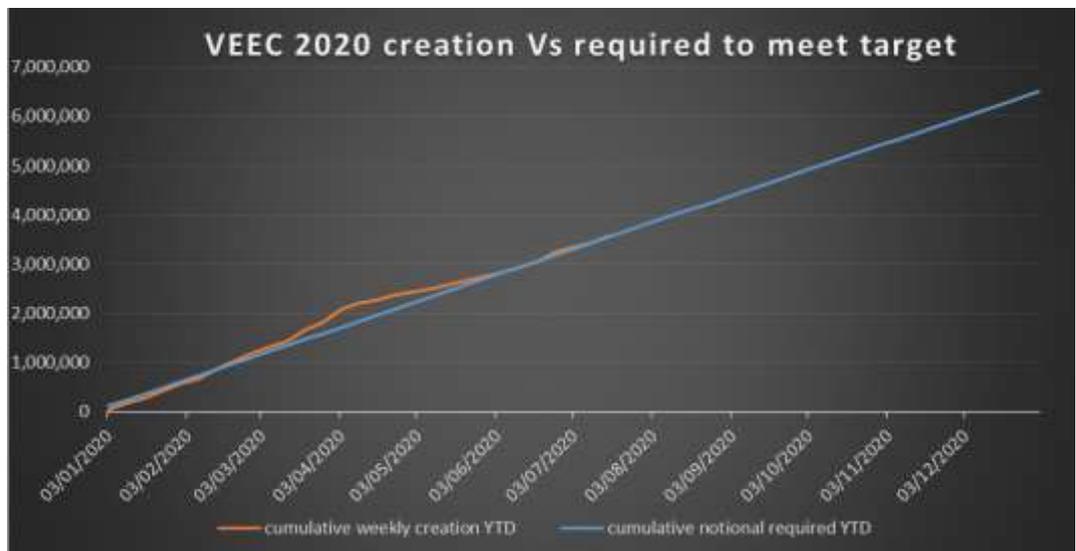
# VIC VEECs

VEEC creation rose this week and market prices did likewise.

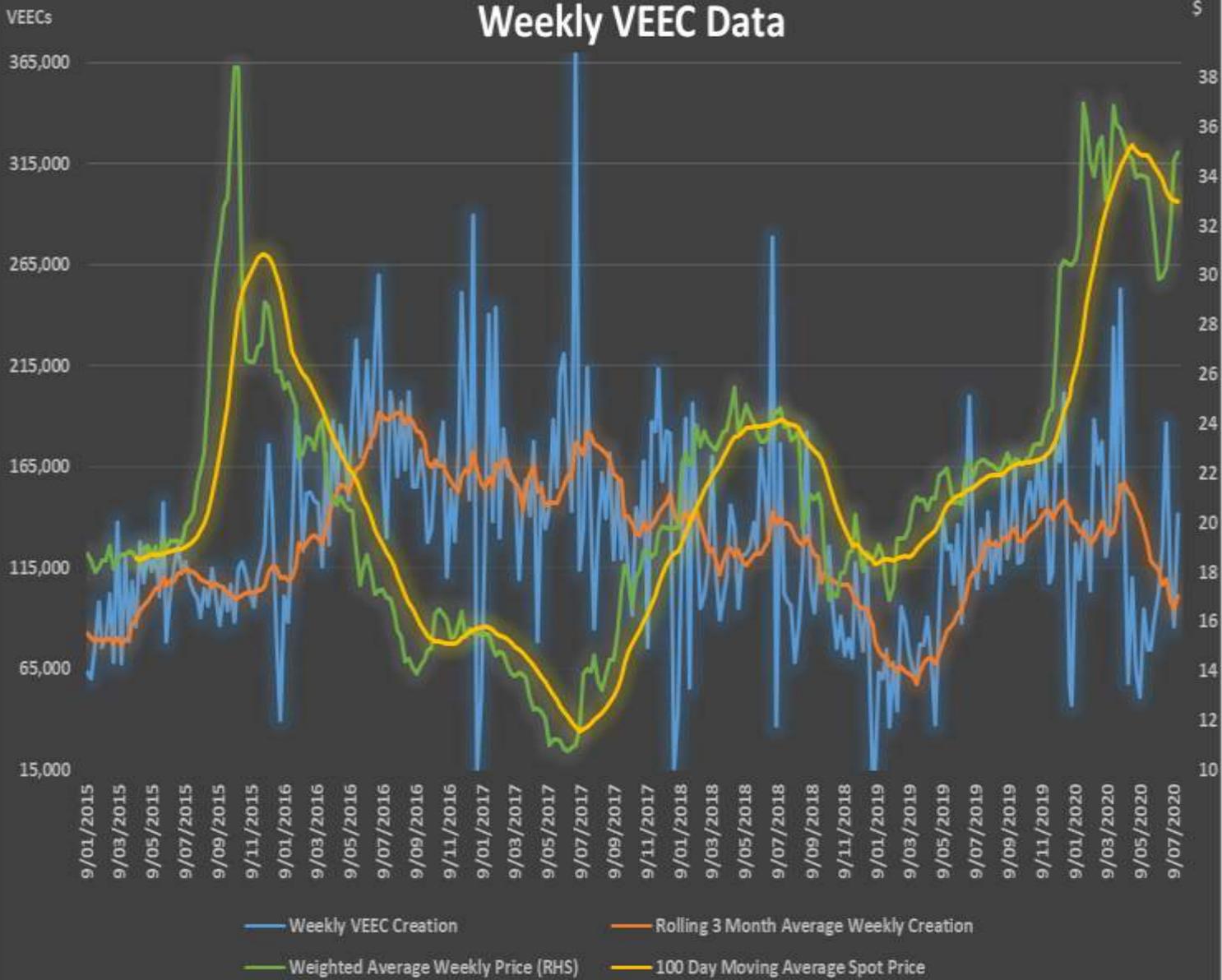
VEEC registration leapt to 141,800.

Continued fear of further lockdowns in Melbourne coupled with the already harsh regime caused spot VEEC prices to rise again this week. The market opened 75 cents higher, at \$34.75, and climbed all week to close at the high of \$35.35 on turnover of 37,000 certificates.

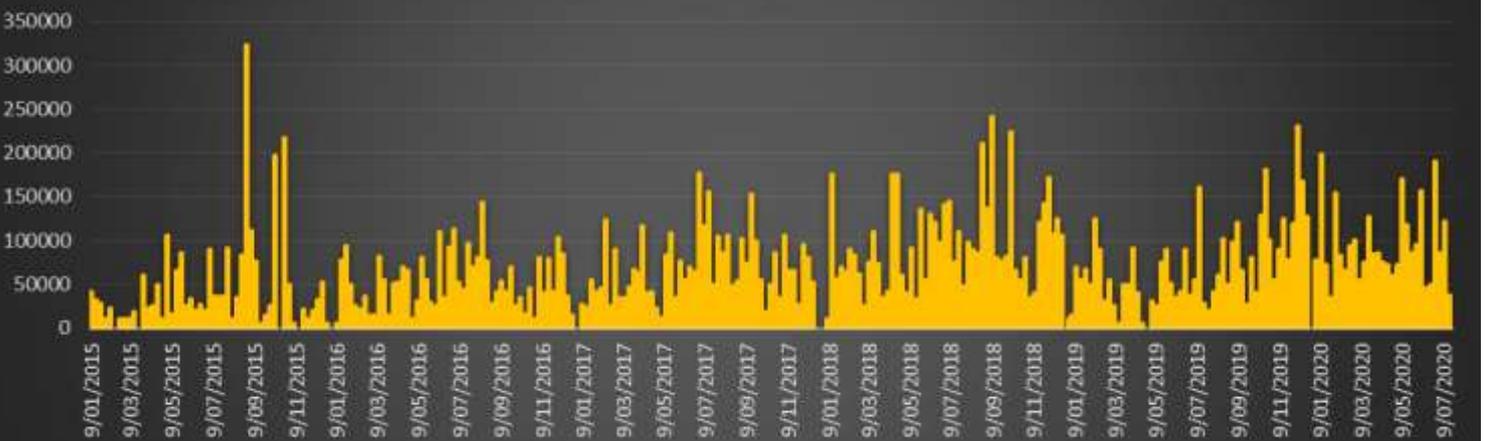
The forward market saw another week of large volume with 370,000 VEECs trading for delivery from August 2020 to December 2021. The forward curve closed flat, with most of these trades all being struck around the prevailing spot price.



## 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)