

CERTIFICATE REPORT

27/11/2020

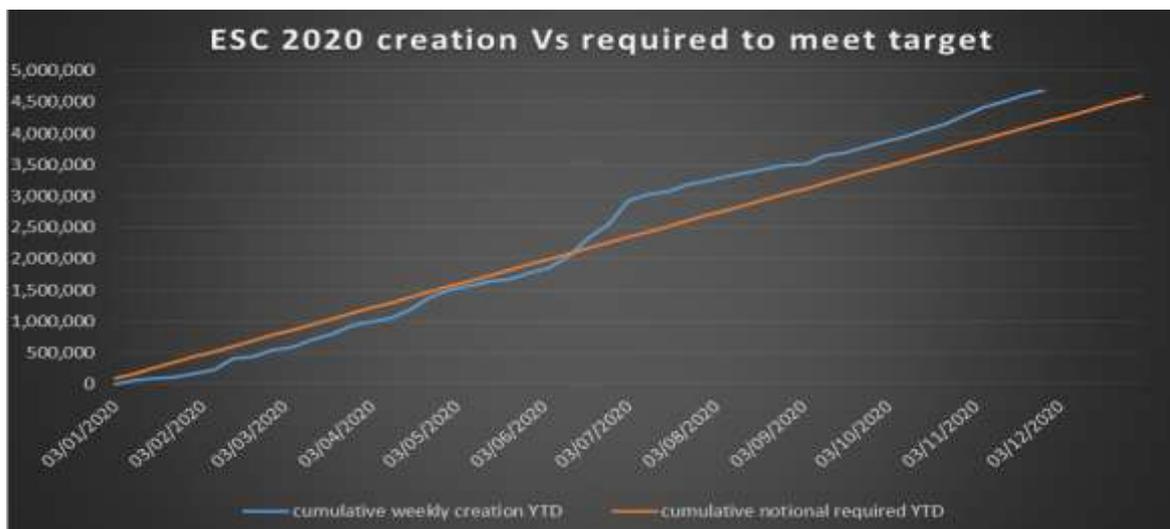
NSW ESCs

ESC creation fell somewhat but remains strong while certificate prices were little moved.

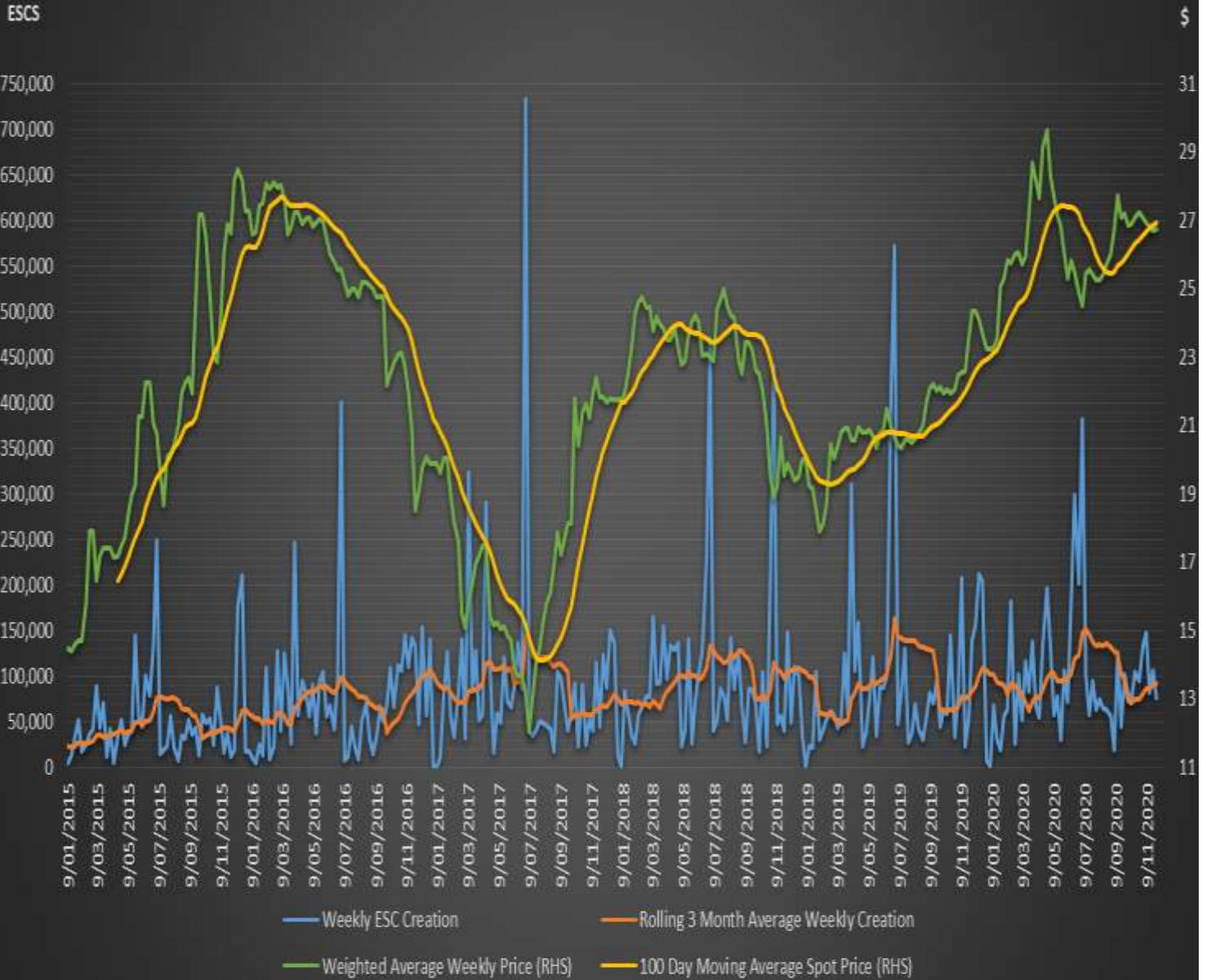
New ESC registrations came to 75,600 this week.

The spot market opened at an unchanged \$26.70 and rose marginally to close at \$26.75 on turnover of 41,000 ESCs.

The forward market saw only one trade, 5,000 certificates dealt for delivery in January 2021 at \$27.00, a 25 cents premium to the then spot price.



WEEKLY ESC CREATION - ALL SOURCES



Weekly Traded Spot Volume



Renewable Energy Certificates

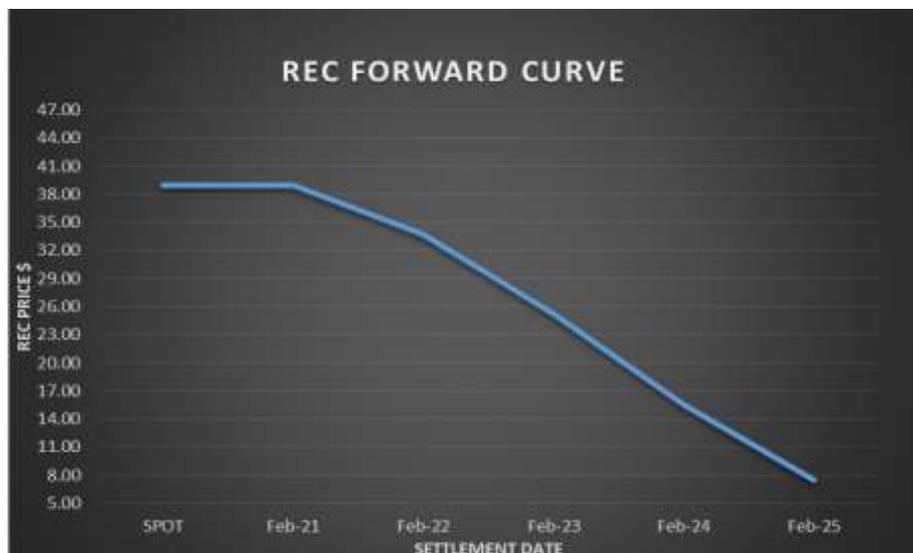
The LGC market closed little changed this week, though the forward curve flattened somewhat.

In the middle of the week the Clean Energy Regulator published its' Carbon Market Report for the third quarter of 2020. In it they forecast that there would be just enough LGCs in the Registry by year's end to meet the 2020 surrender obligations. That was without some retailers rolling their obligations to later years where certificate prices are lower. They stated that they expect many to avail of this allowance and that therefore there will be plenty of certificates to cater for surrender needs.

The spot market took the report in its stride with the opening price of \$39.25, unchanged from last week, falling only slightly to close at \$39.00 on turnover of 226,000 LGCs.

No trades were reported for Calendar 2020 (February 2021 delivery).

Calendar 2021 traded 195,000 LGCs, opening at \$33.40 and climbing to close at \$33.70, a gain of 50 cents for the week. Calendar 2022 rose 40 cents to close at \$25.25 on turnover of 83,000 certificates.



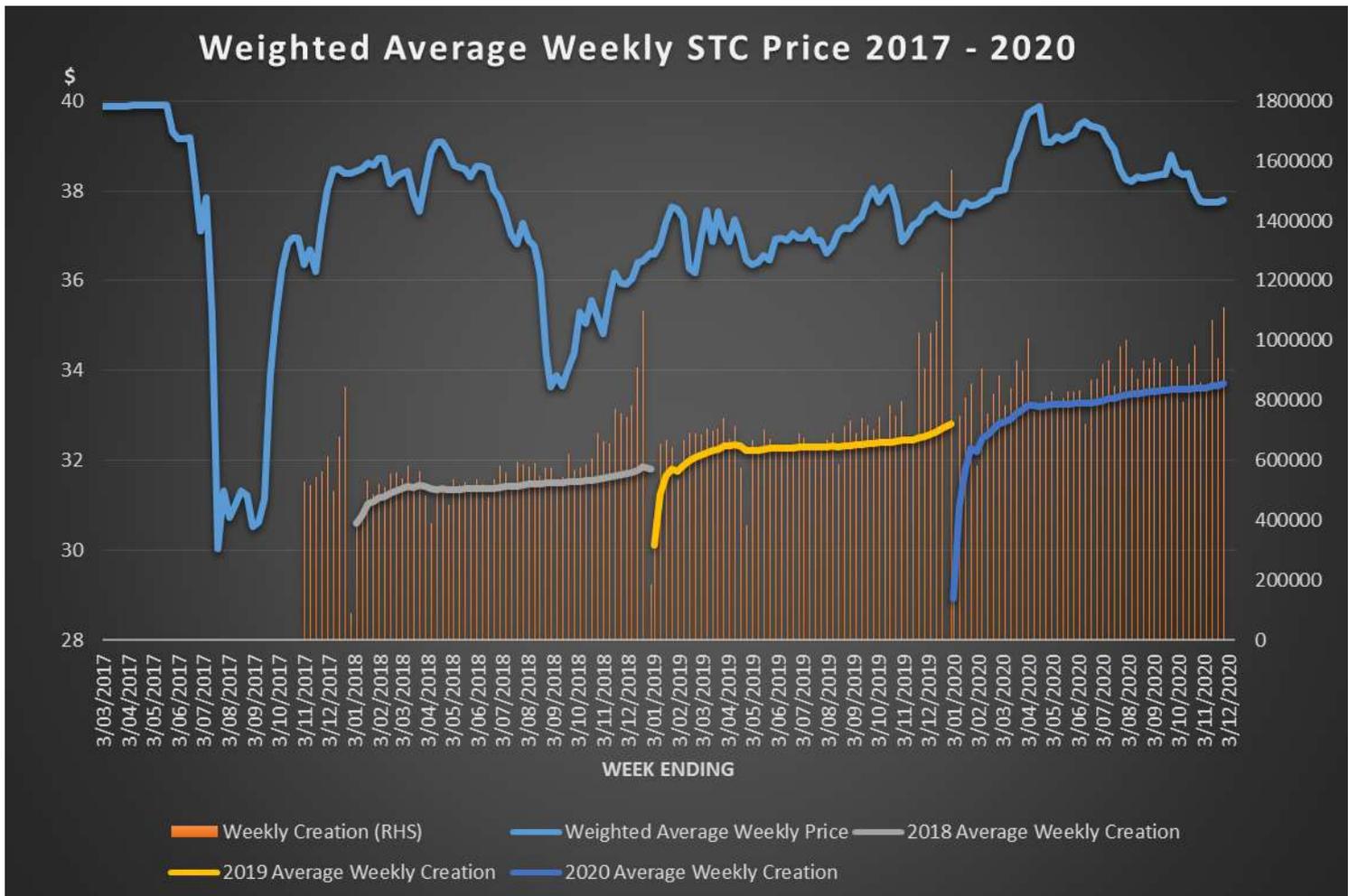
Small Technology Certificates (STC)

STC Creation soared while the spot market price rose.

Submissions to the Clean Energy Regulator leapt to 1,111,200 this week, the largest creation week of the year so far.

The spot market opened unchanged at \$37.75 but began to rise in the middle of the week, closing at \$37.85 on turnover of 305,000 STCs.

Forward trading was very quiet with only 10,000 certificates dealing for delivery in January 2021 at \$38.00, which was 25 cents higher than the prevailing spot price at the time.



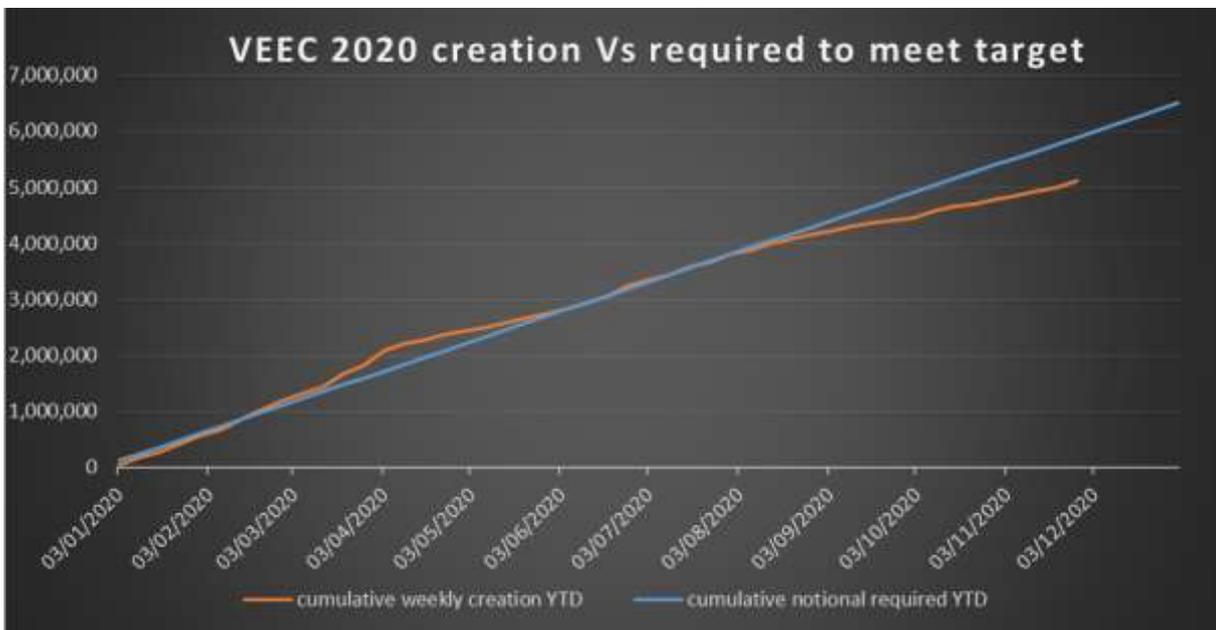
VIC VEECs

VEEC creation rose back to more normal levels this week while certificate prices rallied.

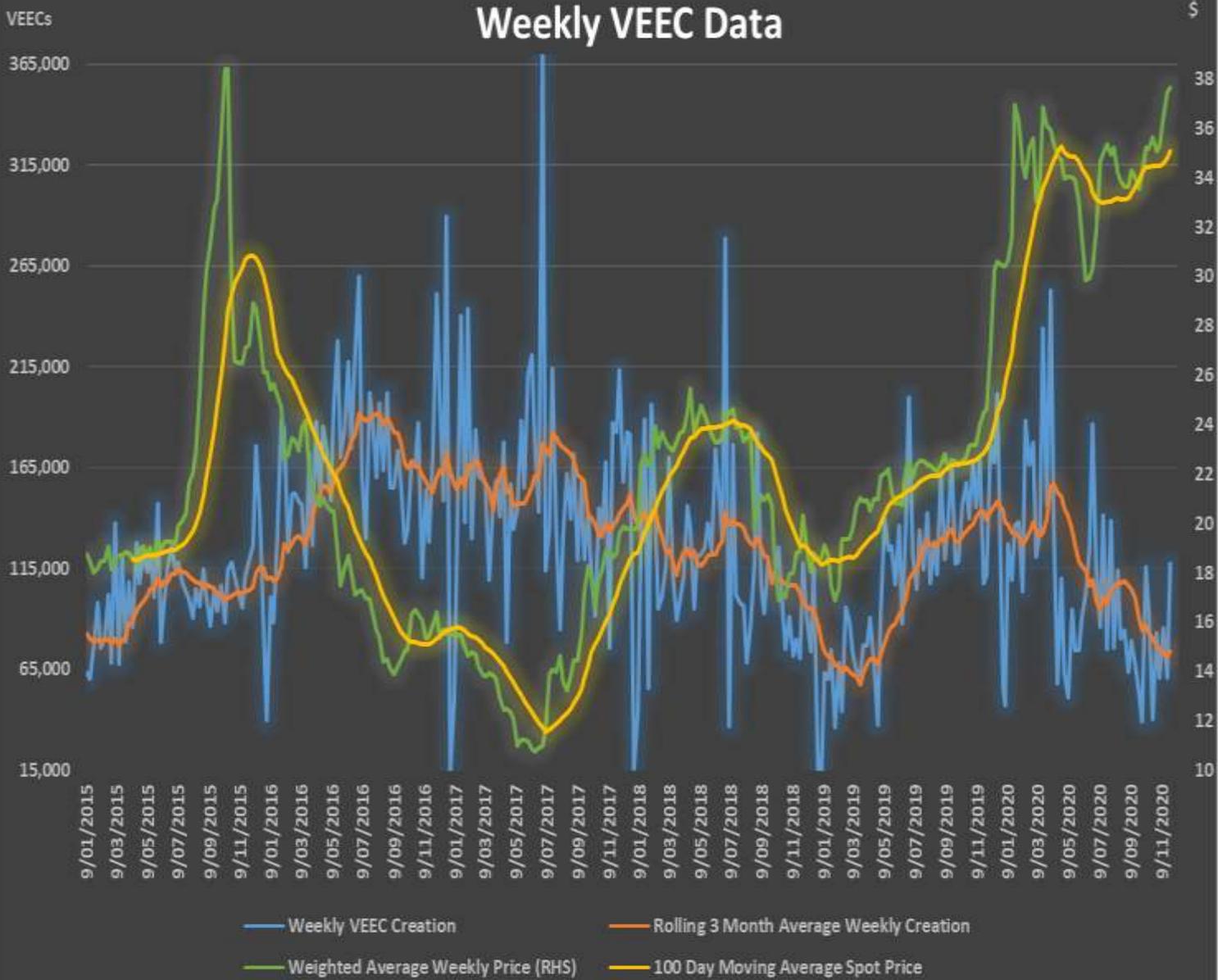
New VEEC registrations came in at 117,200 bringing the surplus in the Registry to just over three million certificates, nearly half of next year's surrender target.

The spot market opened at \$37.25, a drop of 25 cents, but this downward move quickly reversed and the price rose throughout the week to close at \$38.10 on turnover of 40,000 VEECs.

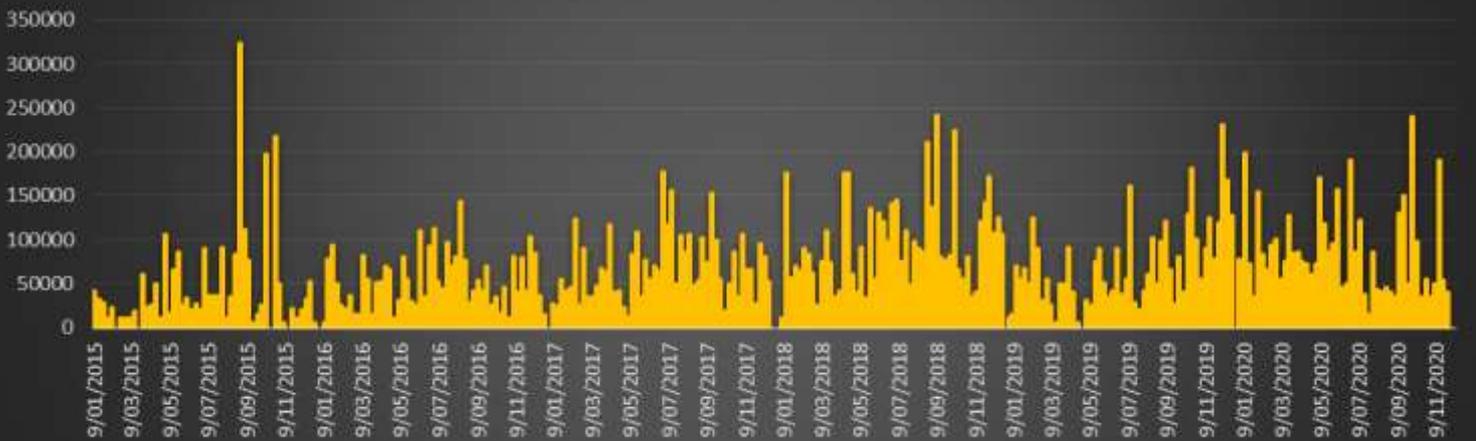
Forward trading saw 120,000 certificates deal for delivery between December this year and December 2021. The shape of the curve was quite volatile throughout the week but by Friday it had flattened with little to no premiums for forward deliveries.



Weekly VEEC Data



Weekly Traded Spot Volume



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