

CERTIFICATE REPORT

12/03/2021

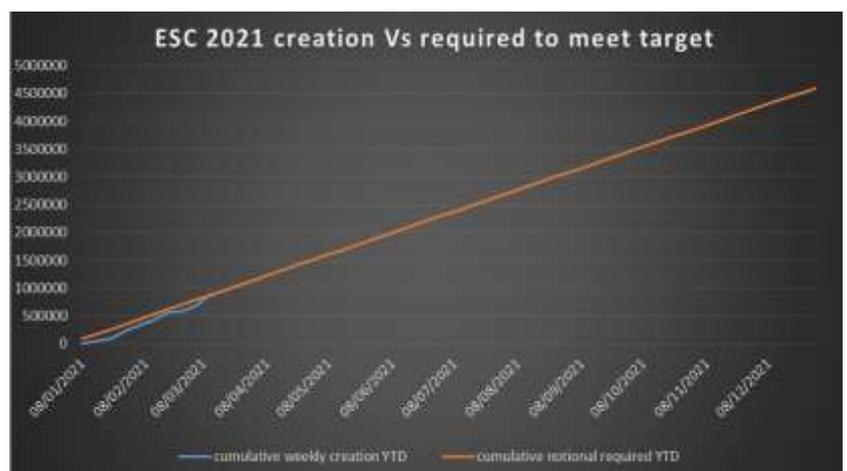
NSW ESCs

ESC creation soared this week and certificate prices slipped a little.

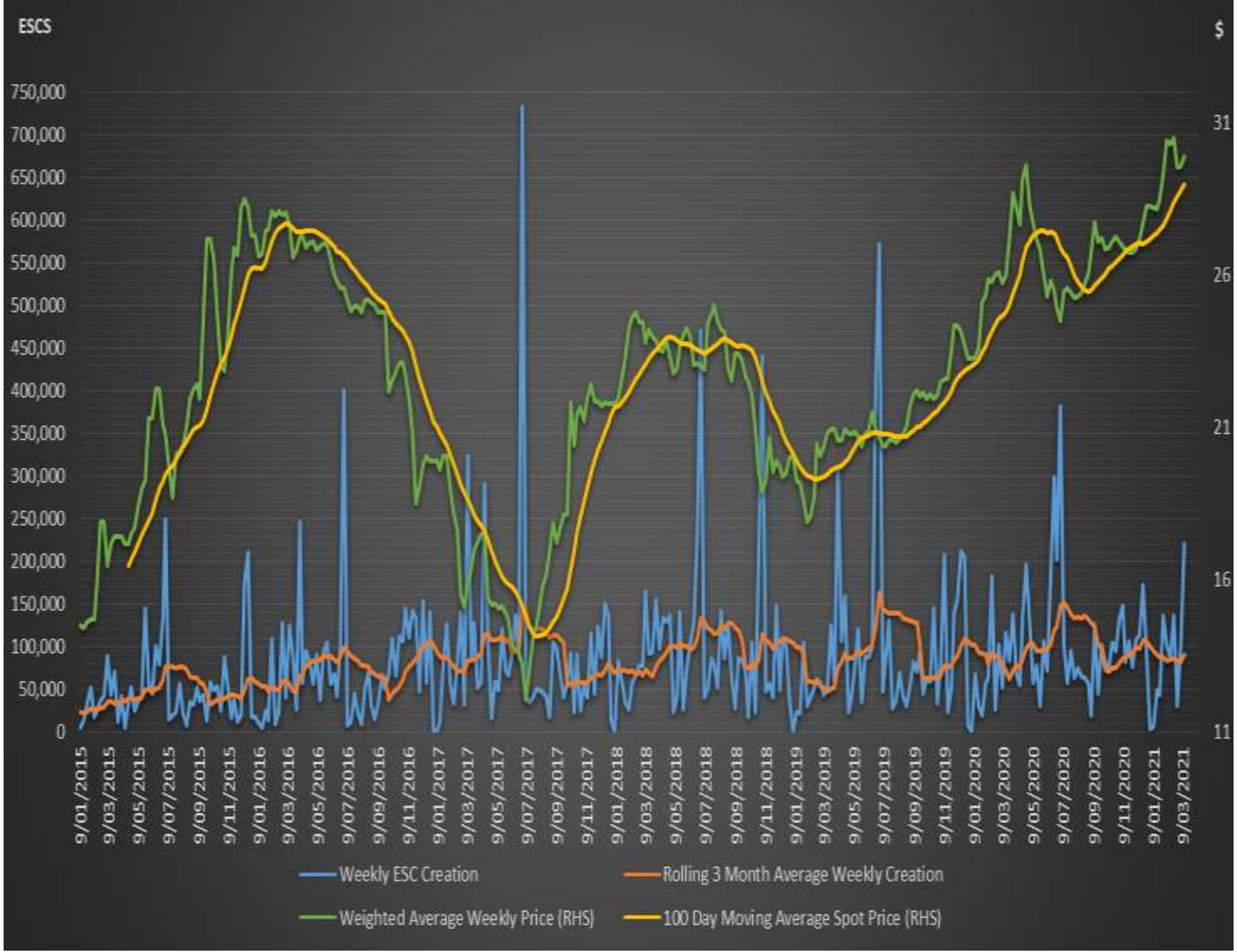
ESC registrations leapt to 220,000 this week, with help from the Tomago smelter which created 102,000 on its own. This brings the number of certificates in the Registry to just over 9.2 million, the amount needed to meet the surrender obligations for 2020 and 2021 combined.

The spot market actually opened 15 cents higher, at \$30.00, but that was the high for the week and it gradually reduced to close at \$29.80 on turnover of 113,000 ESCs.

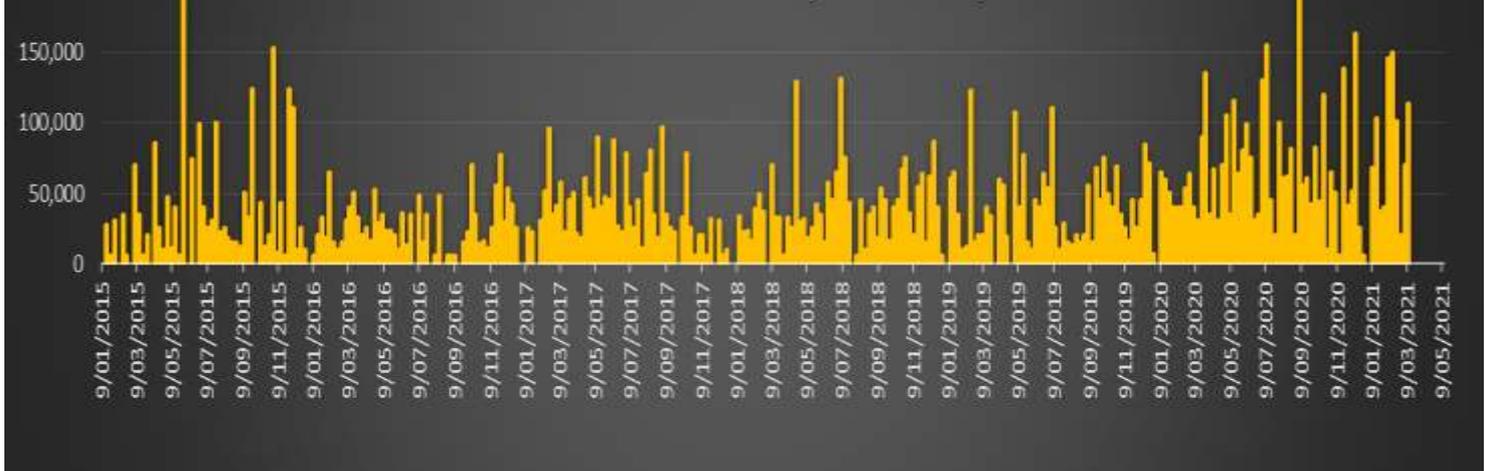
In the forward market 50,000 certificates dealt for delivery between April and September this year. Trades settling in the first half of the year were struck broadly in line with the prevailing spot price while those for the second half gained a premium of around 20 cents.



WEEKLY ESC CREATION - ALL SOURCES



Weekly Traded Spot Volume



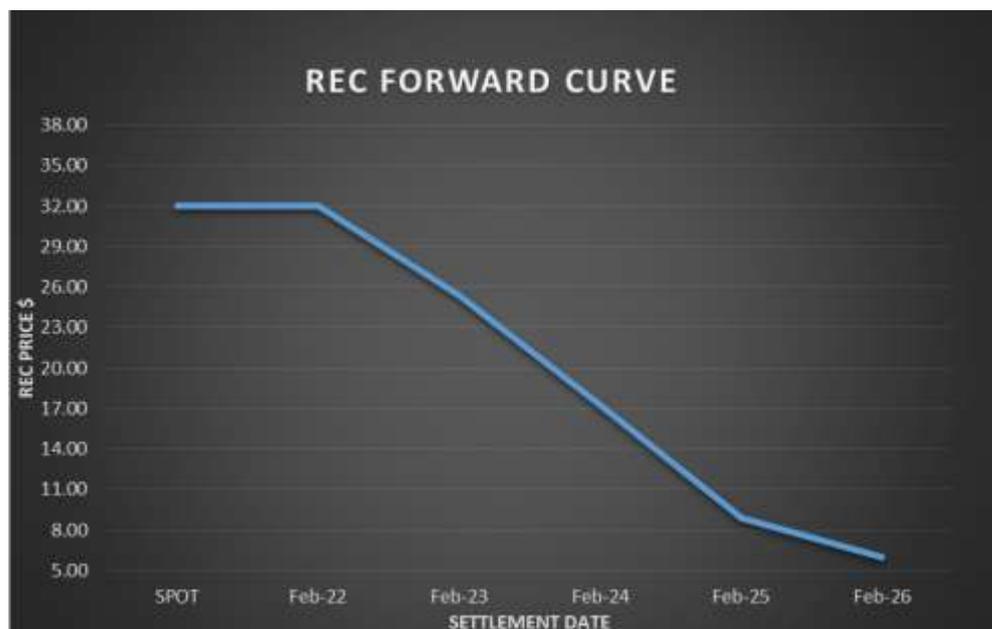
Renewable Energy Certificates

LGC prices were little moved this week.

Only one spot trade was recorded this week, on Friday 10,000 LGCs dealt at an unchanged \$32.00.

Calendar 2021 (February 2022 delivery) opened at \$31.50 but it too closed unchanged at \$32.00 on turnover of 65,000 certificates.

Calendar 2022 saw 105,000 LGCs deal, opening at \$25.00 and falling to a low of \$24.80 before adding 15 cents for the week, closing at \$25.40. Calendar 2023 dropped 35 cents to finish at \$17.25 on turnover of 110,000 LGCs while Calendar 2024 traded 25,000 certificates at \$8.90 for a 10 cents fall. Calendar 2025 fell 25 cents, dealing 30,000 LGCs at \$6.00.



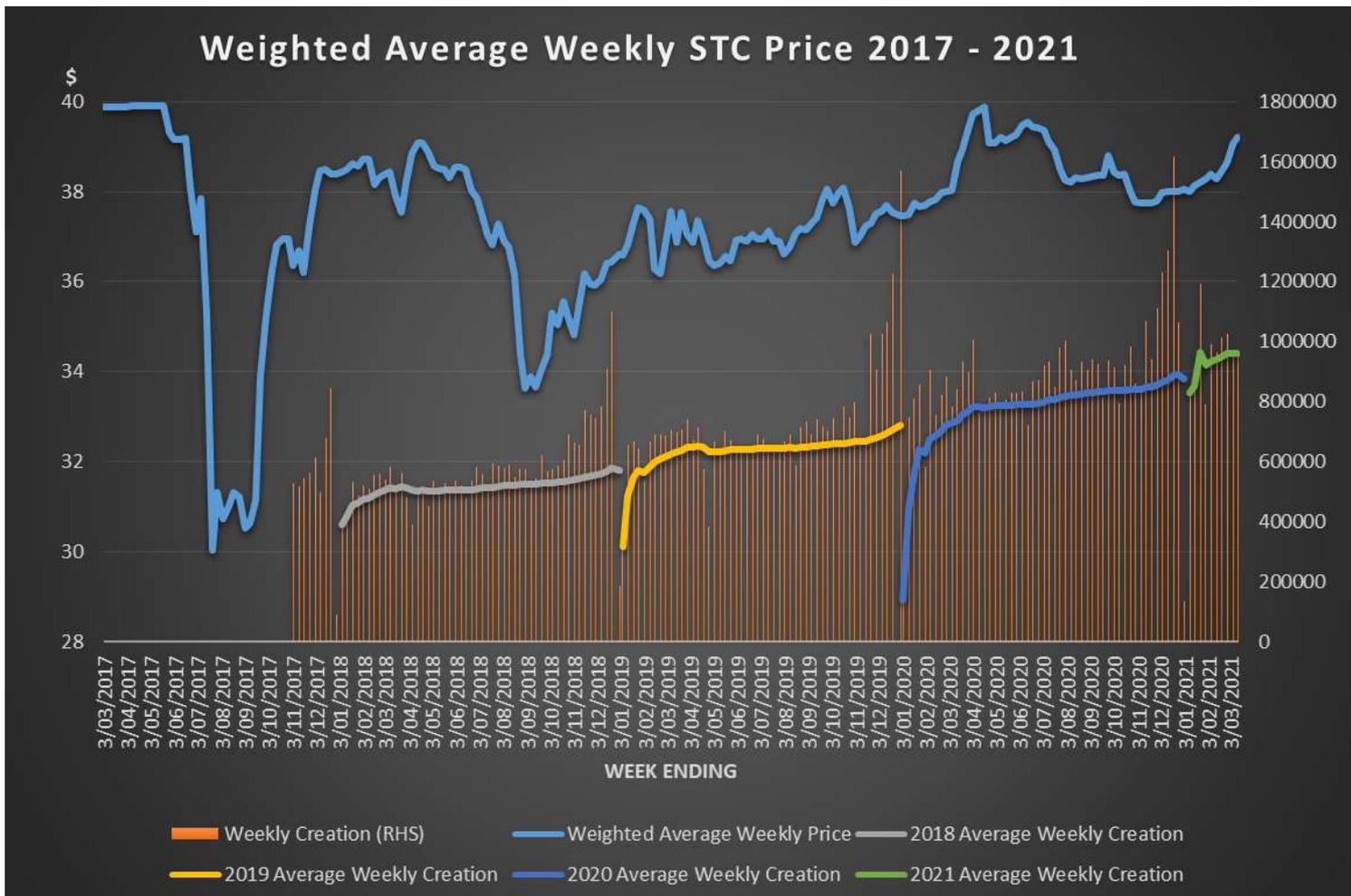
Small Technology Certificates (STC)

STC creation continued to be strong and the weight of supply finally corrected the jump higher following last week's release of the surrender target for the year.

New STC registrations came in at 962,000 this week which is exactly where the average weekly creation number for the year to date lies. The STP announced last week calls for a weekly creation target of only around 810,000 per week, so as noted in last week's missive there should be a healthy surplus this year in line with the one for 2020 so certificate prices should be relatively unmoved by the news. It took until the middle of this week for this to sink in.

The spot market opened at an unchanged \$39.90 and actually rose to a high of \$39.40 before the above calculations began to factor in market participants thoughts. By mid week sellers had taken control, however, and we closed at the week's low of \$38.85 on turnover of 635,000 STCs.

The forward market saw the majority of the trading following the turnaround in mindset with 1.535 million certificates dealing for delivery between April this year and April 2021. By the end of the week the whole curve was trading at the same price, \$38.75.



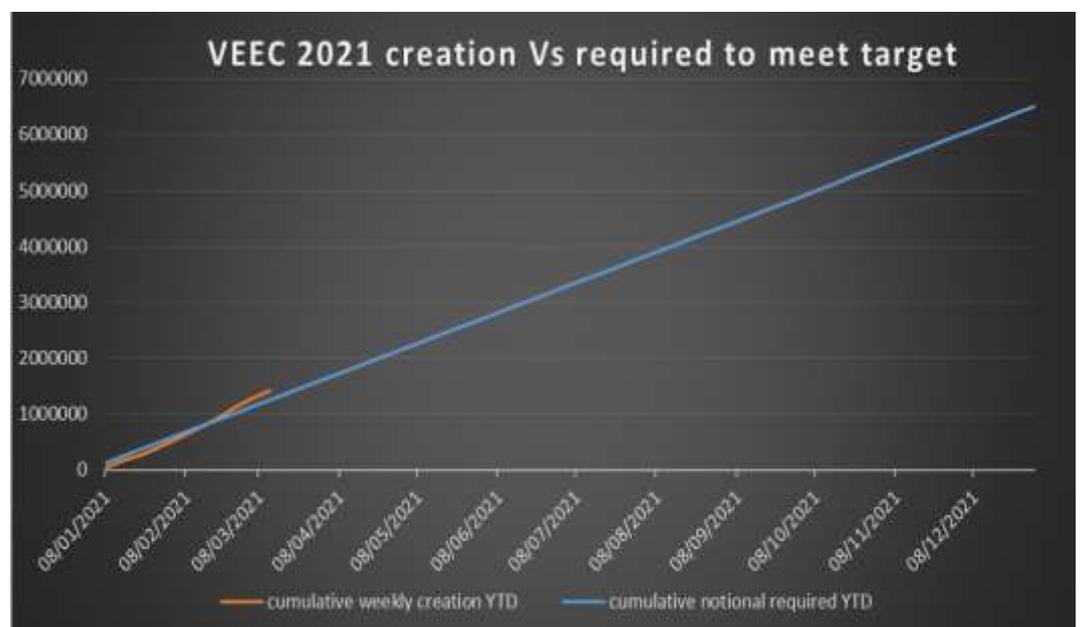
VIC VEECs

VEEC creation remains strong while the spot price rose in very light trading.

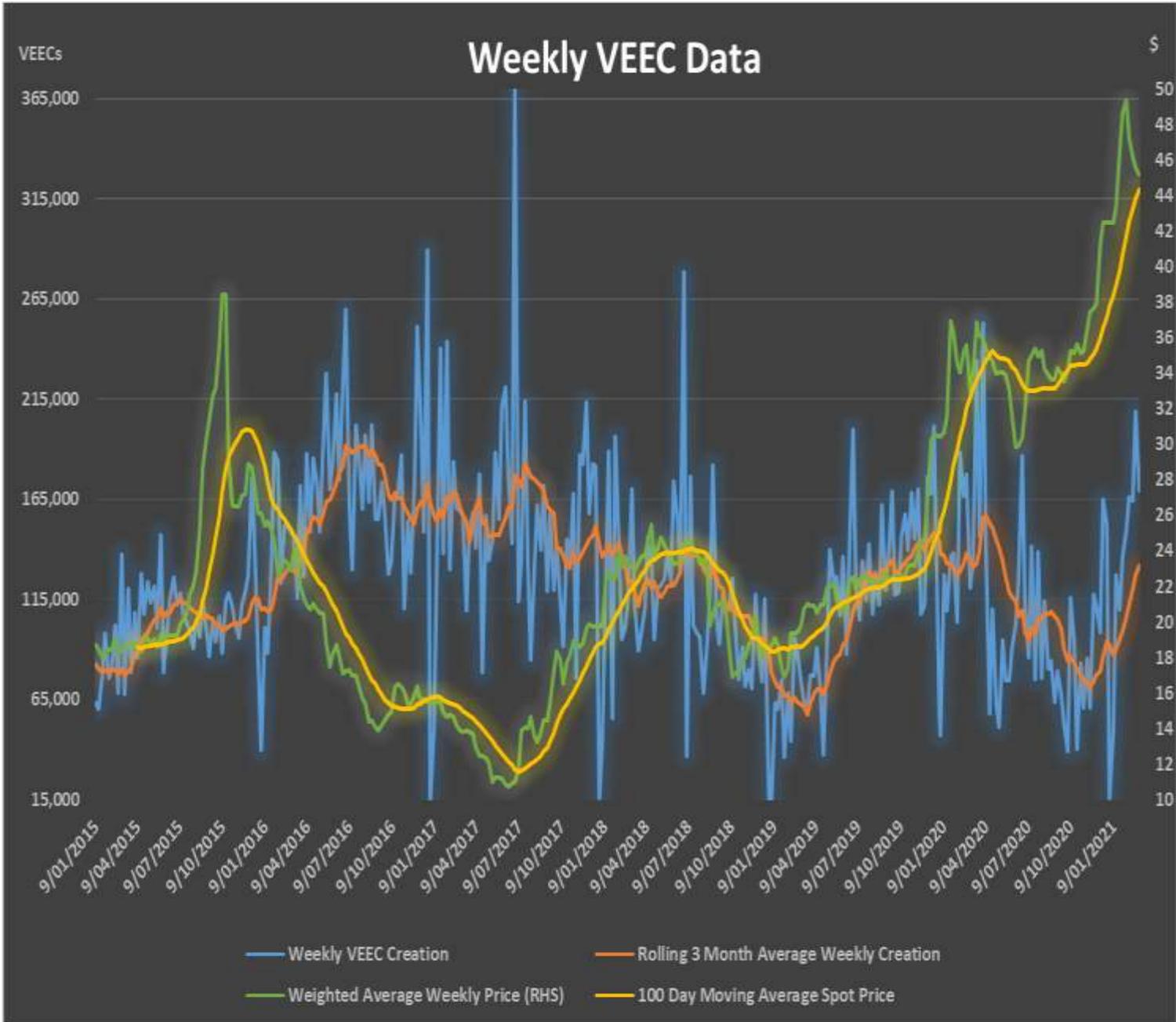
New VEEC registration came in at 143,000 this week, bringing the total in the registry to 11.5 million certificates.

Following a Victorian public holiday on Monday the spot market was very quiet with only one trade reported, 5000 VEECs traded at \$46.50 on Thursday, 90 cents higher than last week's close.

There were no forward trades reported.



Weekly VEEC Data



Weekly Traded Spot Volume



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