

CERTIFICATE REPORT

11/06/2021

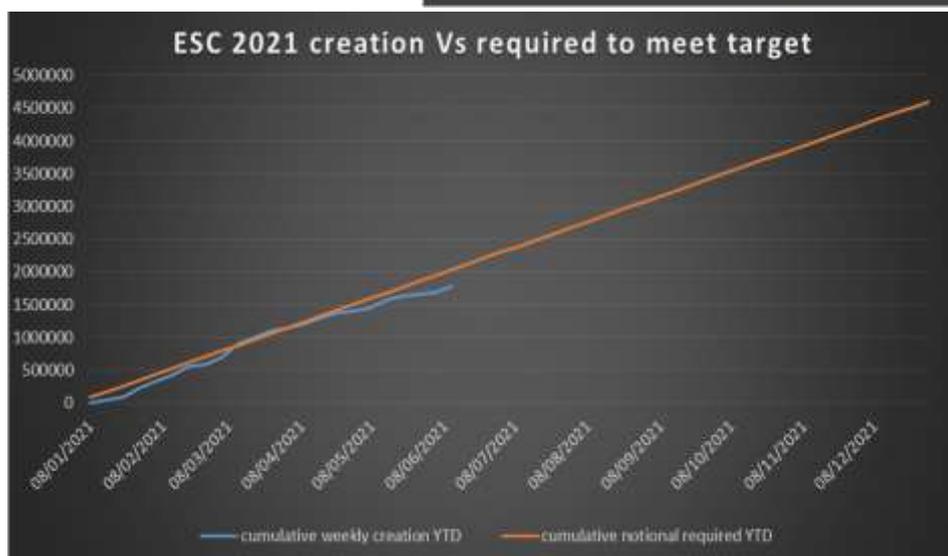
NSW ESCs

ESC prices rose again this week, though they finished off their highs, while certificate creation picked up.

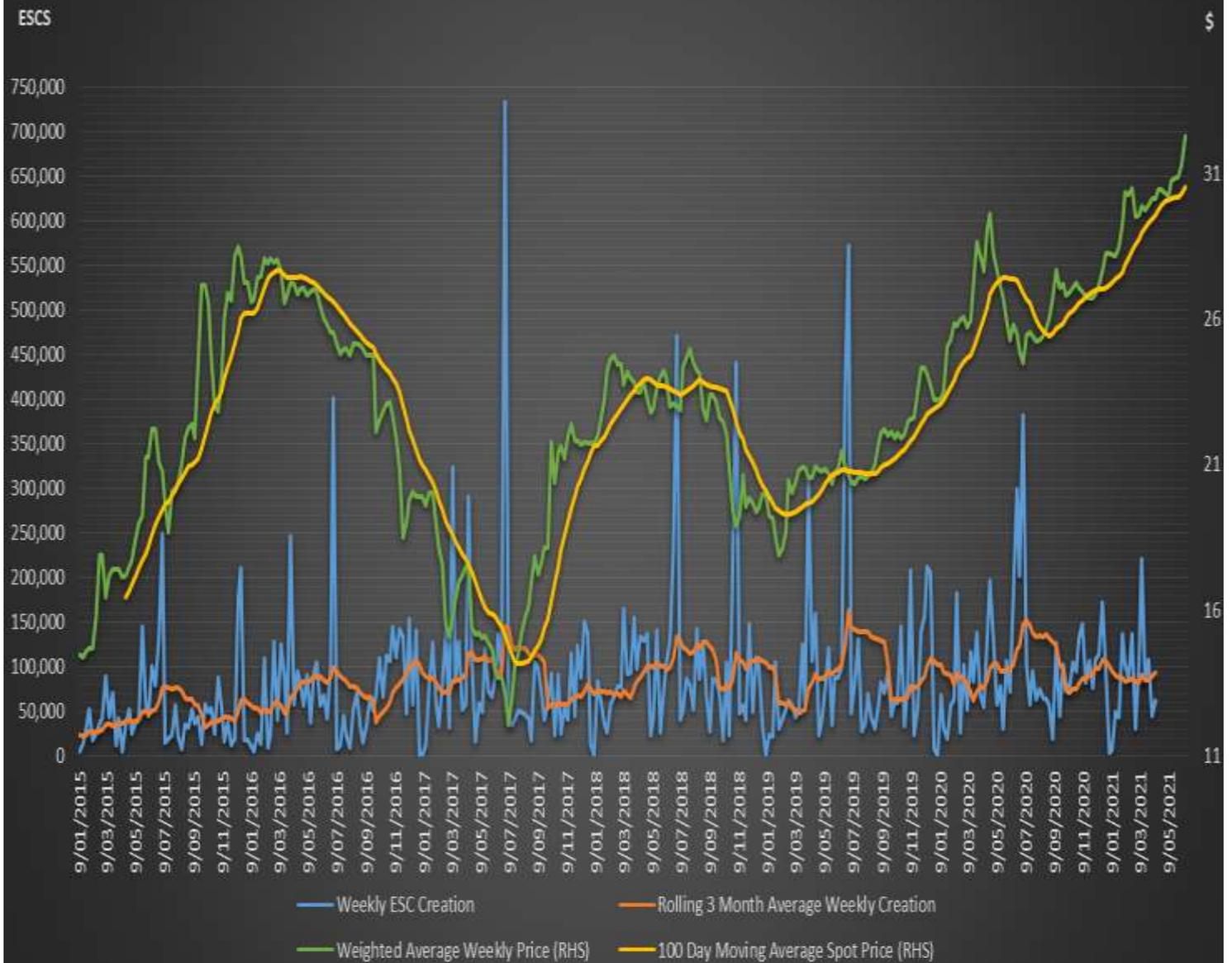
ESC registrations rose to 89,000.

Spot trading opened unchanged at \$31.85 but the recent run of low creation weeks seems to have emboldened the buyers and the price rallied to reach a high at \$33.40 before sellers regained the upper hand and from there the market fell to a close at \$32.30 on turnover of 66,000 ESCs.

This price volatility sparked an active week of trading activity in the forward market with 315,000 certificates dealing for delivery from the end of this month to March 2022. The curve had a slight upward bias with deals settling from September 2021 onwards attracting a premium of around 20 cents to the prevailing spot level.



WEEKLY ESC CREATION - ALL SOURCES



Weekly Traded Spot Volume



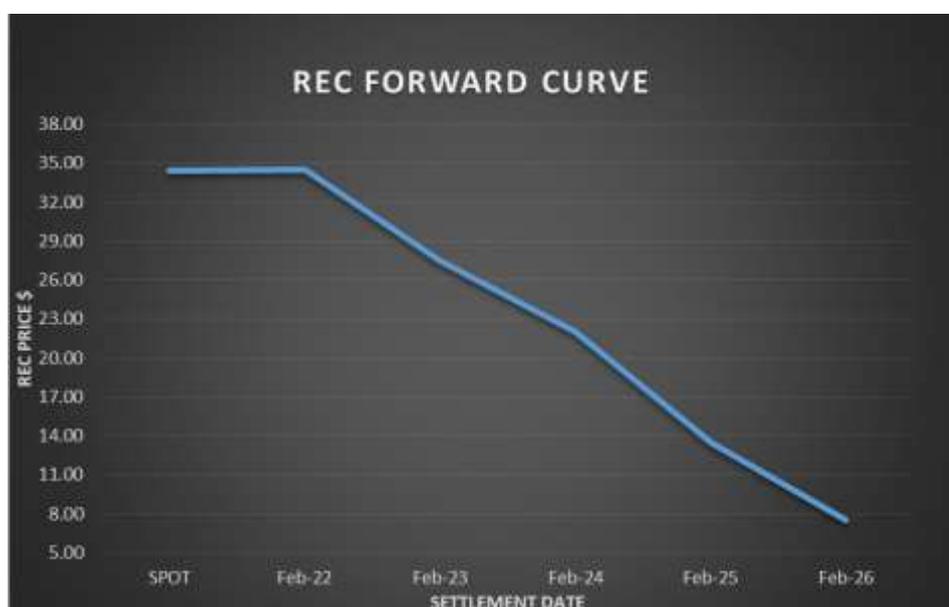
Renewable Energy Certificates

The LGC curve flattened this week as prices in the near term fell while those for later maturities gained in value.

The spot market opened unchanged at \$35.15 but fell from there to reach a low of \$34.75 before recovering to a last trade at \$35.00. However, subsequent action in the Calendar 2021 contract puts the final level at \$34.50.

Calendar 2021 (February 2022 delivery) opened at \$35.50 and the contract fell steadily from there to close the week at the low of \$34.50. This represented a loss of 65 cents on turnover of 115,000 LGCs.

Calendar 2022 followed suit, opening at \$28.25 and declining to a close at \$27.50, a fall of 75 cents on volume of 160,000 certificates. Calendar 2023 did the reverse, opening at the low of \$21.50 and rising to close at \$22.00 on turnover of 55,000 LGCs. This was a gain of \$1.00 for the week. Calendar 2024 traded 35,000 certificates at \$13.50 for a jump of \$1.25 while Calendar 2025 dealt 45,000 LGCs at \$7.50 for a rise of 50 cents.



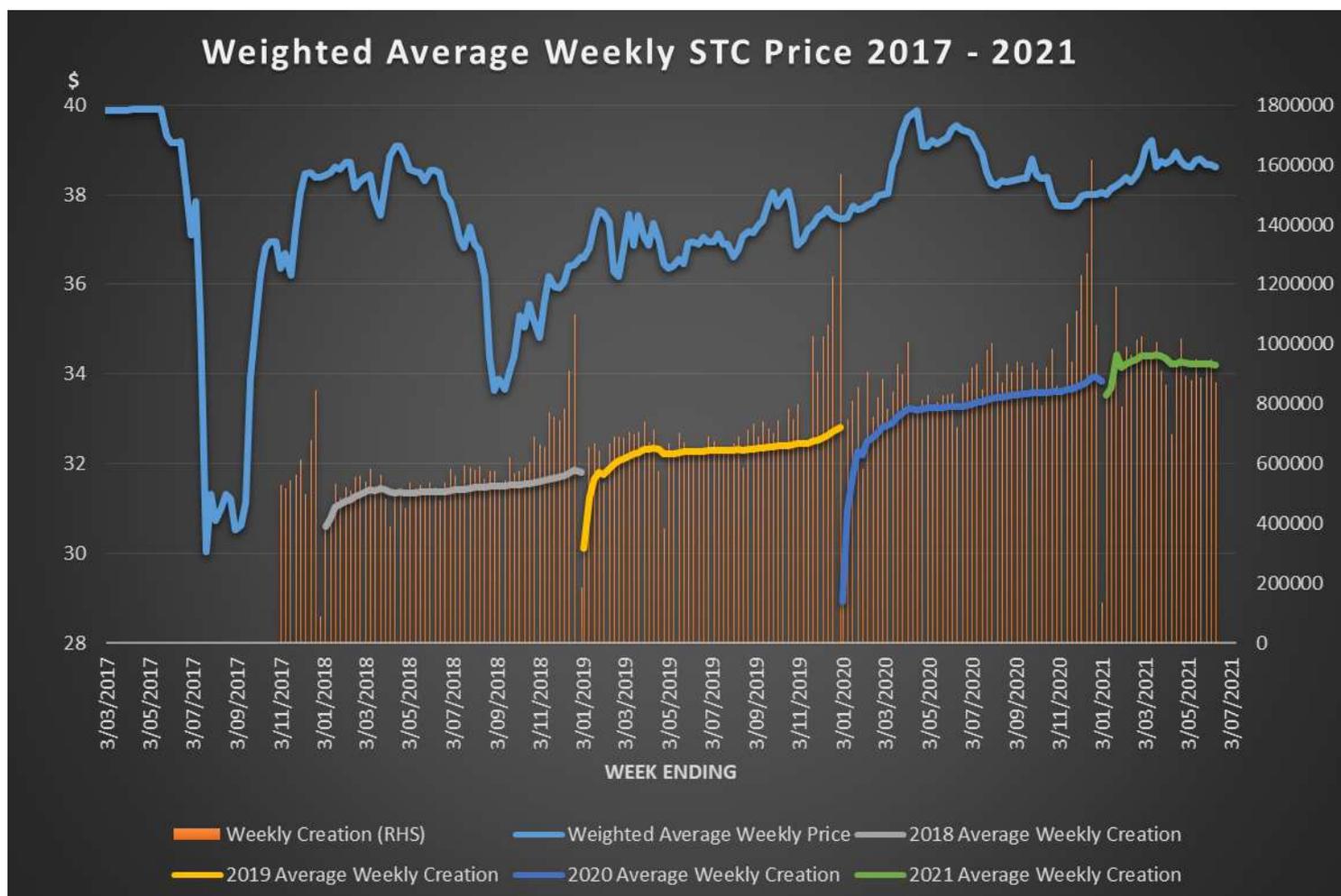
Small Technology Certificates (STC)

STC creation fell slightly this week as market prices fell very slightly.

With the continuing lockdown in Victoria reducing installation activity in that state, certificate registrations dropped to 874,000.

Spot trading opened at \$38.65, a 5 cent fall from the last close, and the market traded in a very narrow \$38.55 to \$38.65 band before closing at \$38.65 on volume of 423,000 STCs.

In forward trading 366,000 certificates traded for delivery between the end of this month and January 2022. Deals settling in July were struck between \$38.70 and \$38.75 while those for later delivery between \$38.60 and \$38.65.



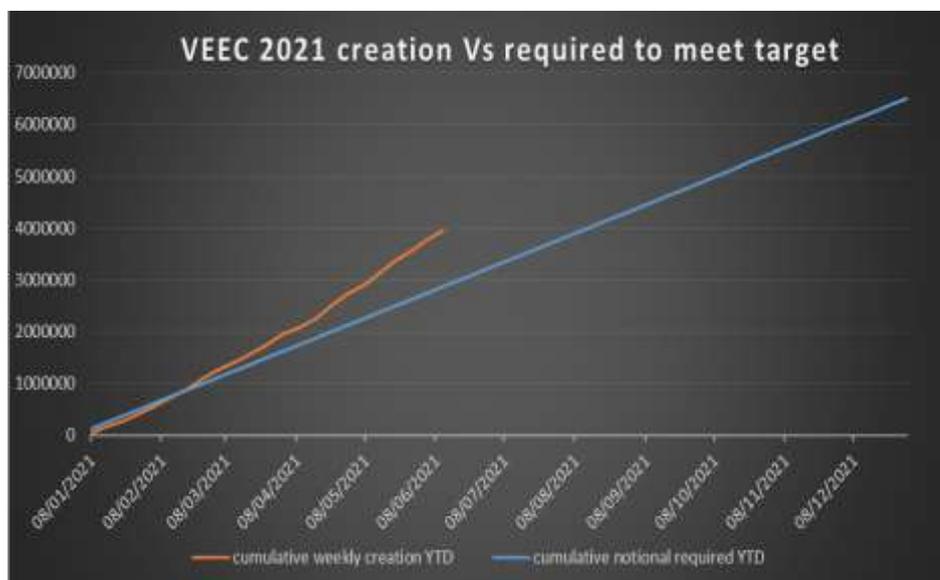
VIC VEECs

VEEC creation dropped slightly while certificate prices finished the week higher.

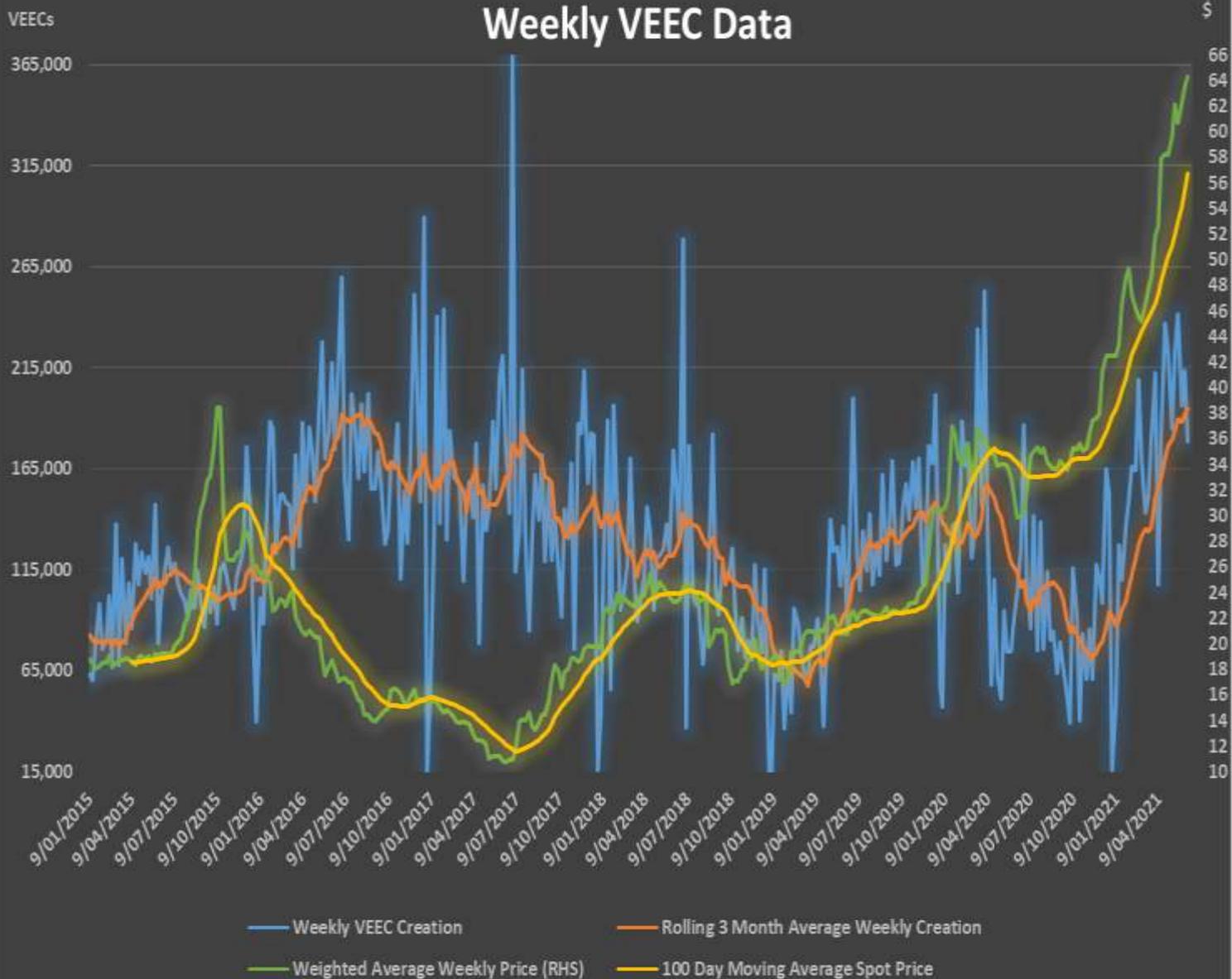
New certificate registrations fell slightly to 178,300.

The spot market opened at an unchanged \$63.50 and began to climb from there to a mid-week high of \$65.00. At that level sellers appeared to get the upper hand and they pushed the price down to a close at \$64.20. Turnover was reported as 76,000 VEECs.

Forward trading was very active with 433,000 certificates dealing for delivery from July 2021 to December 2022. The curve had a small upward bias with trades settling in 2021 adding a premium of around 20 cents to the prevailing spot price, rising to around 50 cents for trades delivering in 2022.



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