

CERTIFICATE REPORT

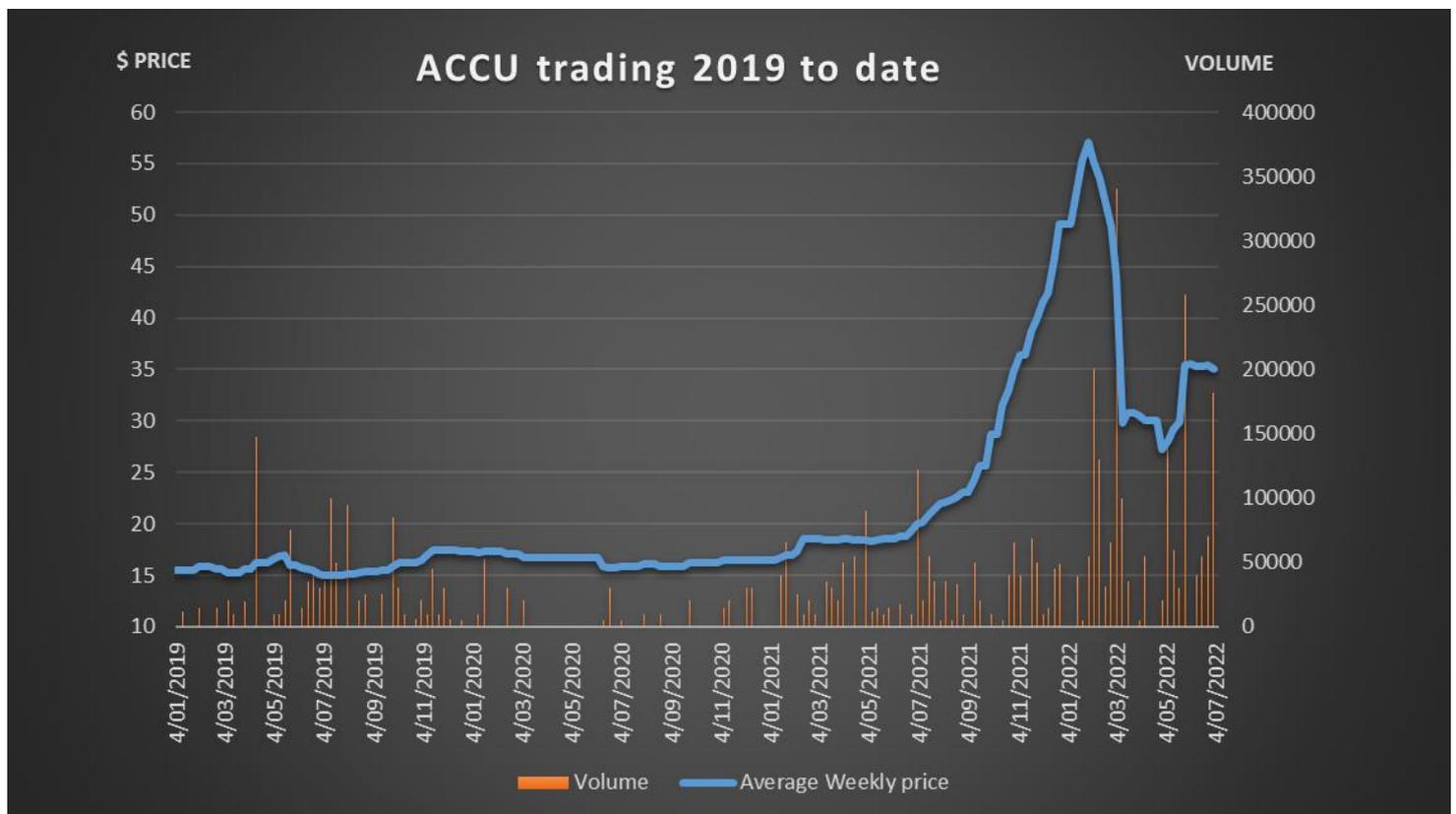
June 2022

ACCU

ACCU prices were steady this month following the post-election rise.

The spot market first traded at \$35.25, a 25 cent drop from May’s close. From there the price dealt in a very tight range with a high of \$35.40 and a low of \$35.00. It closed at that low with 347,000 certificates changing hands throughout the month.

In forward trading 550,000 ACCUs were contracted for delivery from July this year to December 2023. These deals were struck at the spot rate plus an approximately 3% cost of carry.



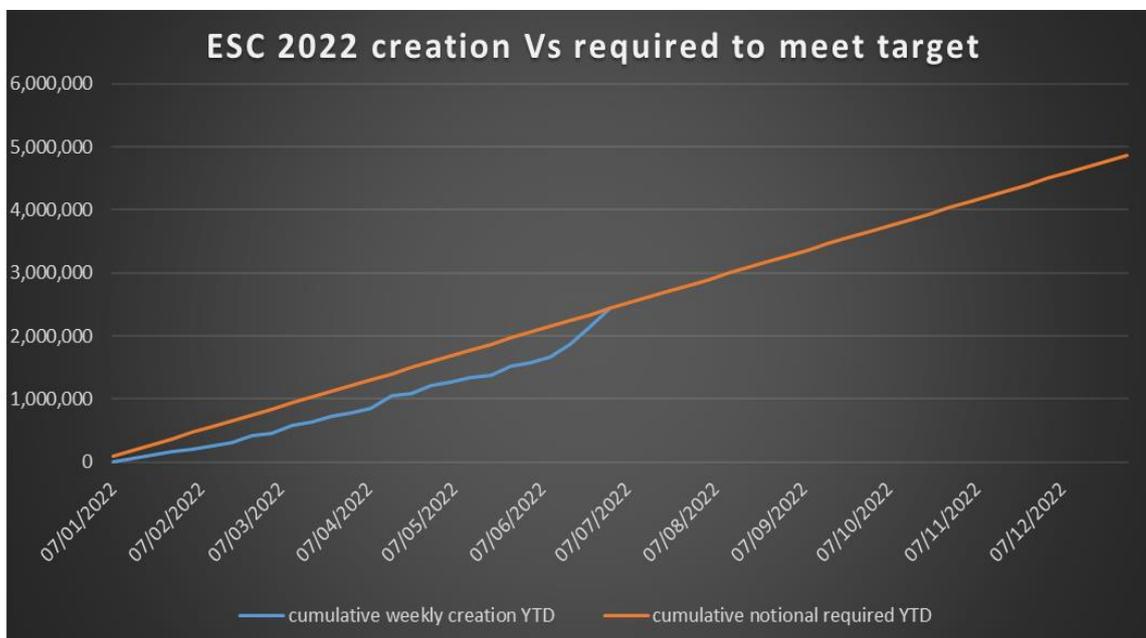
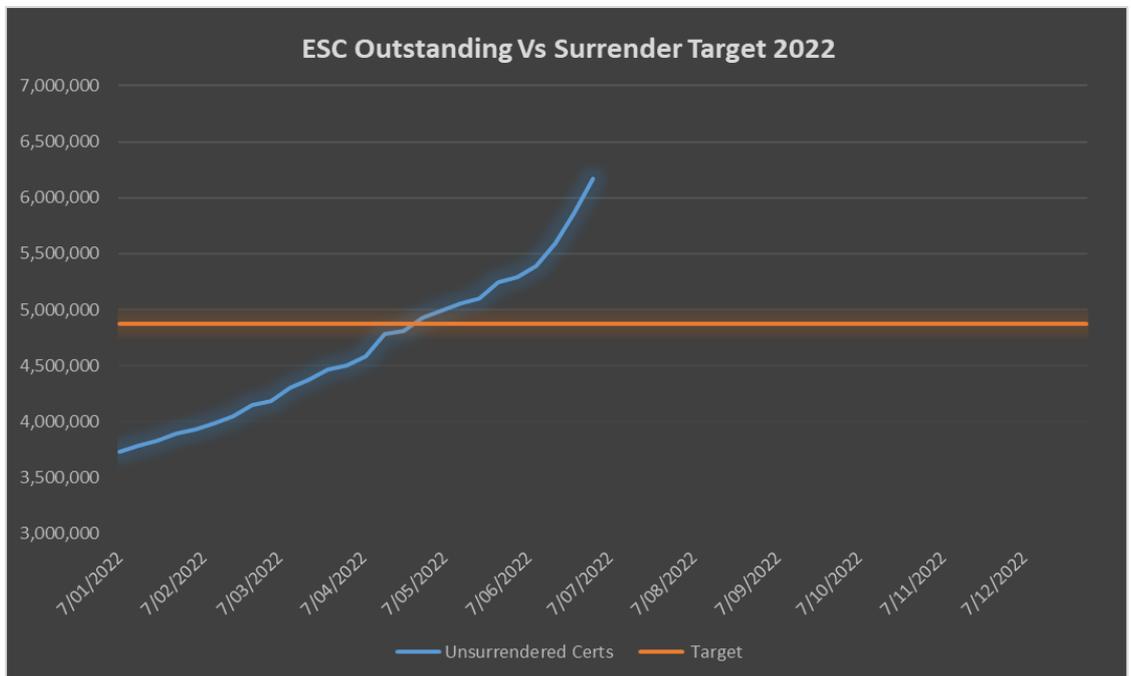
NSW ESCs

ESC creation rose while certificate prices fell in response.

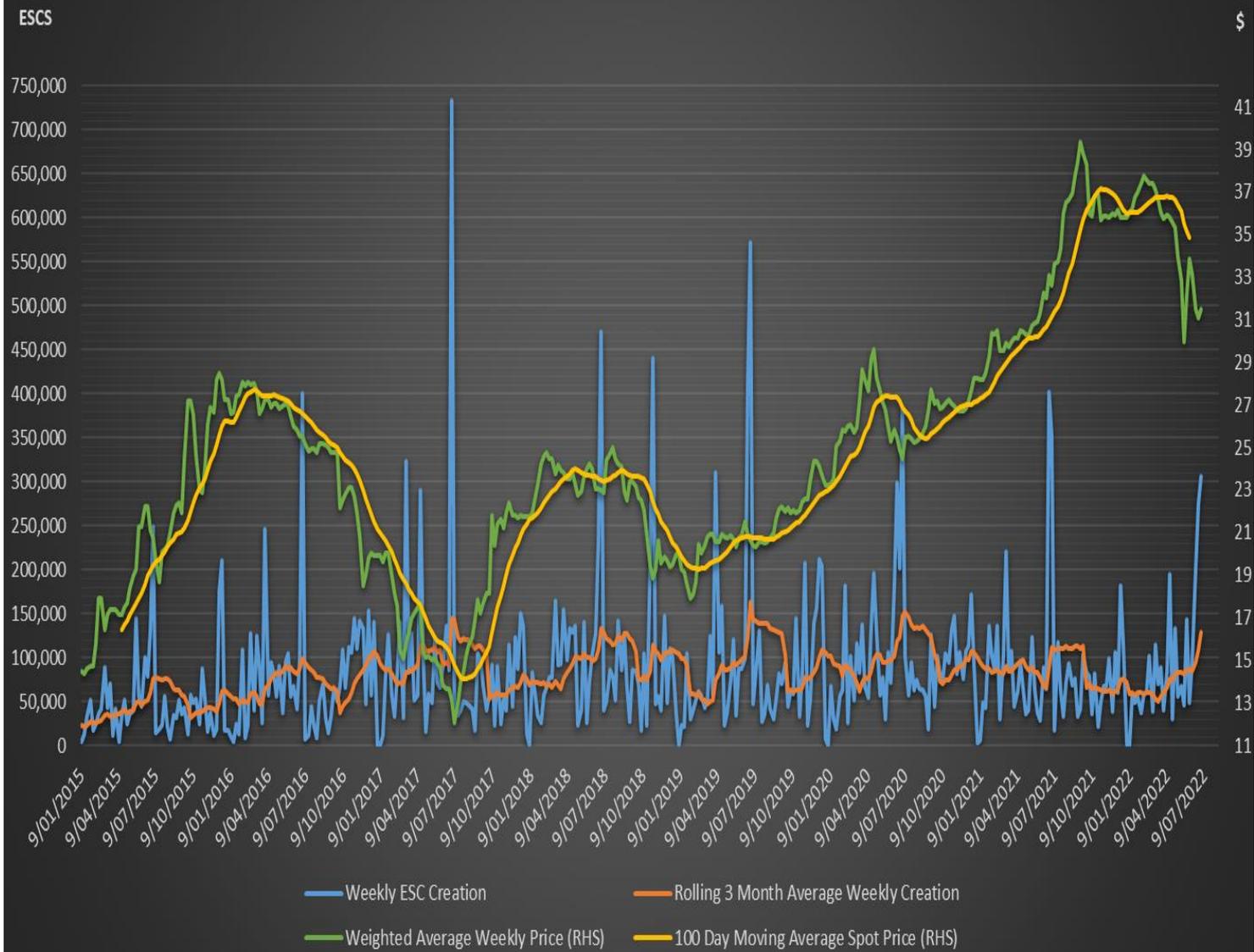
New certificate registrations for June came in at 919,500, boosted by the rush to register 2021 installations by the June 30th deadline.

The spot market opened at an unchanged \$33.75 but the price came under immediate pressure as the weight of creation pushed it lower. The market fell to a low of \$31.00 before a late rally to close at \$31.50. Trading volume was low with only 226,000 ESCs reported dealing for the month.

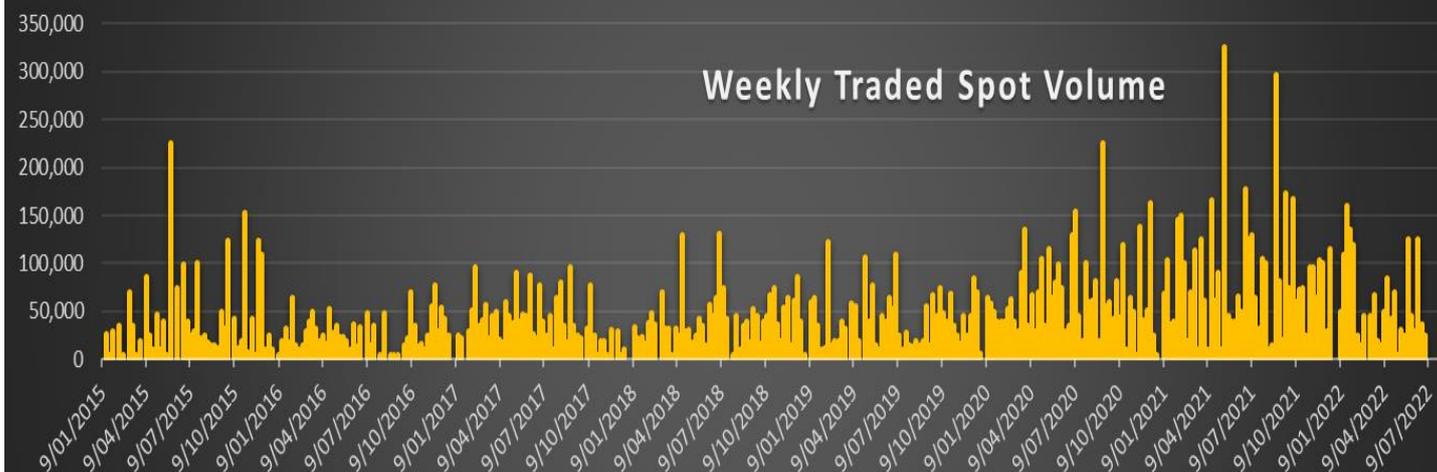
The forward market was also fairly quiet with 200,000 certificates trading for delivery between late June 2022 and July 2023. The curve was upward sloping with trades for July 2022 attracting a premium of around 20 cents, rising to 80 cents for July next year.



WEEKLY ESC CREATION - ALL SOURCES



Weekly Traded Spot Volume



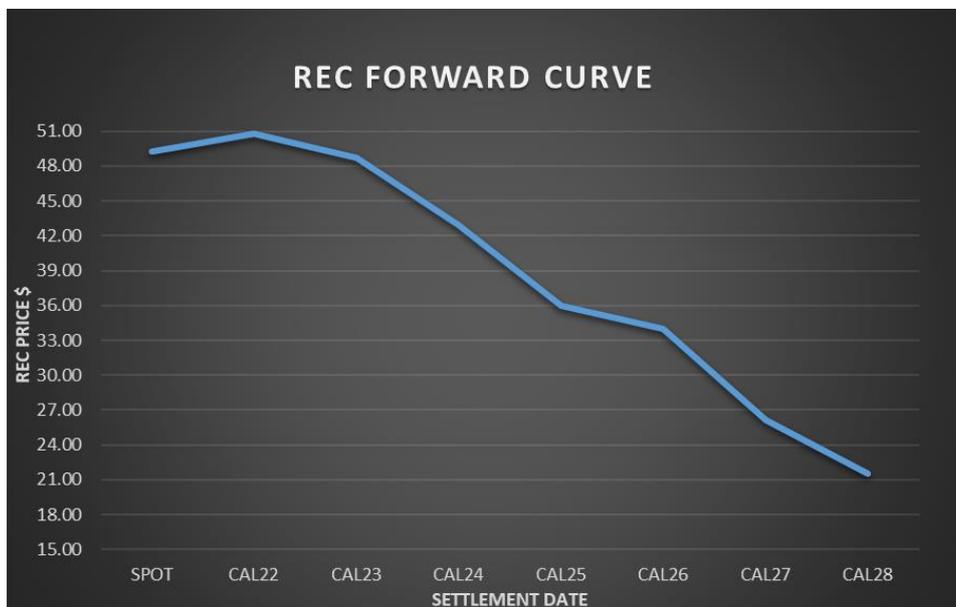
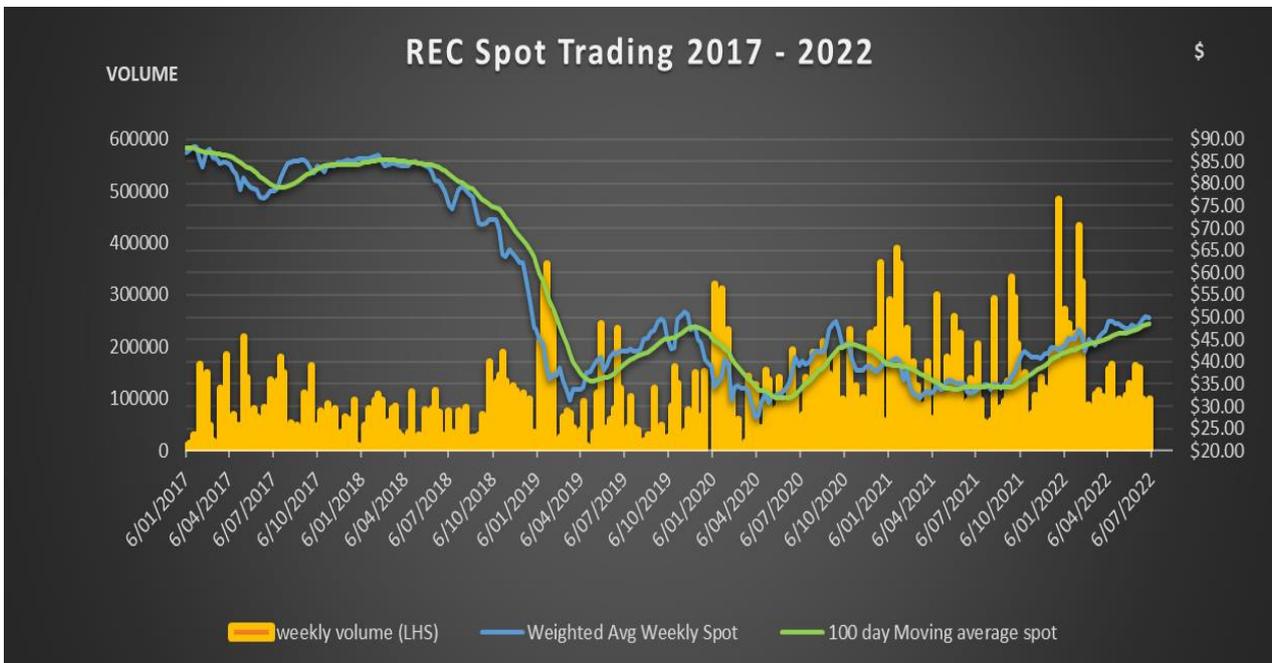
Renewable Energy Certificates

LGC prices rallied across the curve this month.

The spot price opened 25 cents higher, at \$47.75, and continued the upward momentum from there. We reached a high of \$50.25 just after the middle of the month. Some profit taking from there saw the price decline slightly to close at \$49.25 on turnover of 567,000 LGCs.

Calendar 2022 (February 2023 delivery) followed the spot trend, opening at \$48.20 and hitting a high of \$51.00 before closing at \$50.75, a gain of \$2.50 on turnover of 452,000 certificates. Calendar 2023 rose \$1.75, opening at \$47.10 and climbing to a new contract high of \$49.00 before finishing at \$48.75. Volume there was reported as 440,000 LGCs.

Calendar 2024 added \$3.15 to close at \$42.90 on turnover of 595,000 certificates, the most traded period this month. Calendar 2025 traded 455,000 LGCs to close at \$34.00, a gain of \$2.25. Calendar 2026 jumped \$3.25 to close at \$34.00 on volume of 125,000 certificates. Calendar 2027 rose the most, gaining \$3.60 and closing at \$26.10 on turnover of 270,000 LGCs. Calendar 2027 made its first appearance dealing 75,000 certificates at \$21.50.



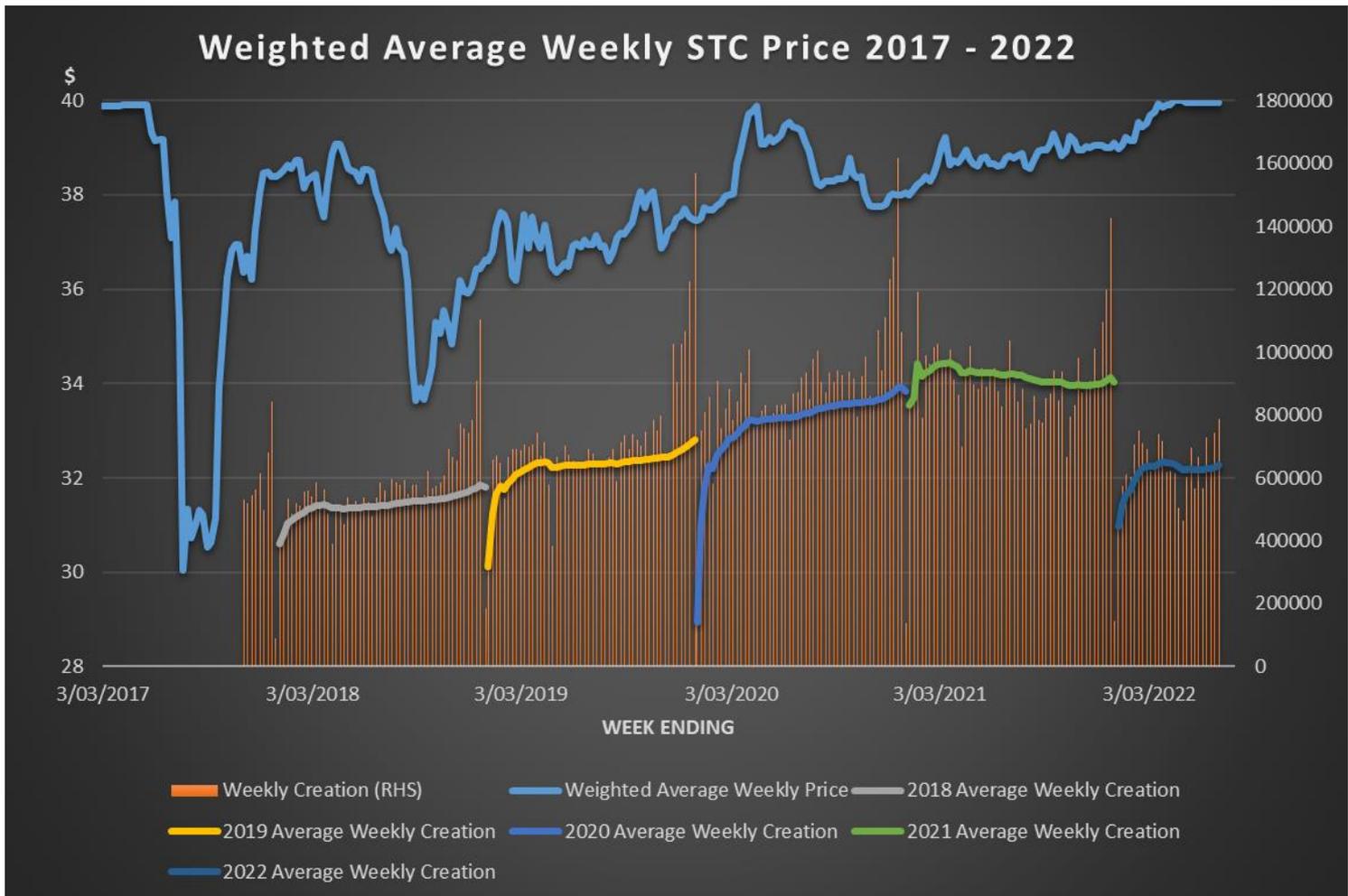
Small Technology Certificates (STC)

STC creation rose again this month as a break in the relentless weather on the East Coast allowed more installations. Market prices were unmoved however.

New certificate registration rose to 3.07 million but there will still be a shortfall for the second surrender period of the year due in July.

The spot market saw only 40,000 certificates trade throughout the month, all at \$39.95.

The forward market was more active with 1.14 million STCs trading for delivery from July this year to December 2023. July, being the month the next surrender is due, dealt at \$39.95. Trades for the rest of the year were struck a little lower, at \$39.75, indicating that the market sees higher creation going into the end of the year and a lessening of the pressure on the Clearing House. Deals settling in 2023 were negotiated at \$39.20.



VIC VEECs

VEEC prices continued the recent roller coaster as Government intervention again roiled the market.

With creation for Refrigerated Cabinets still pouring in there were just under 1.5 million new VEECs minted this month. This brought the number of certificates in the Registry to a surplus of 4.34 million, about 65% of next year's target with another six months of 2022 creation to go.

The spot market opened \$1.00 lower, at \$64.00, and stayed around that level for most of the month. Then on the 29th the ESC announced that contrary to market expectations they were immediately implementing a discount factor of zero for refrigerated cabinets in response to alleged rorting of the scheme. They said they were reviewing the methodology but no resolution would be privied until early 2023.

The reaction was immediate with the VEEC price zooming back to hit \$81.00 before some profit taking saw a close at \$79.00 Turnover was relatively light with only 261,000 VEECs reported changing hands for the month.

The forward market was more active with 625,000 certificates dealing for delivery from July 2022 to July 2024. By the end of the month trades settling in the second half of 2022 traded in line with the prevailing spot price while those for 2023 gained a premium of around 80 cents, rising to \$2.00 for 2024.

