

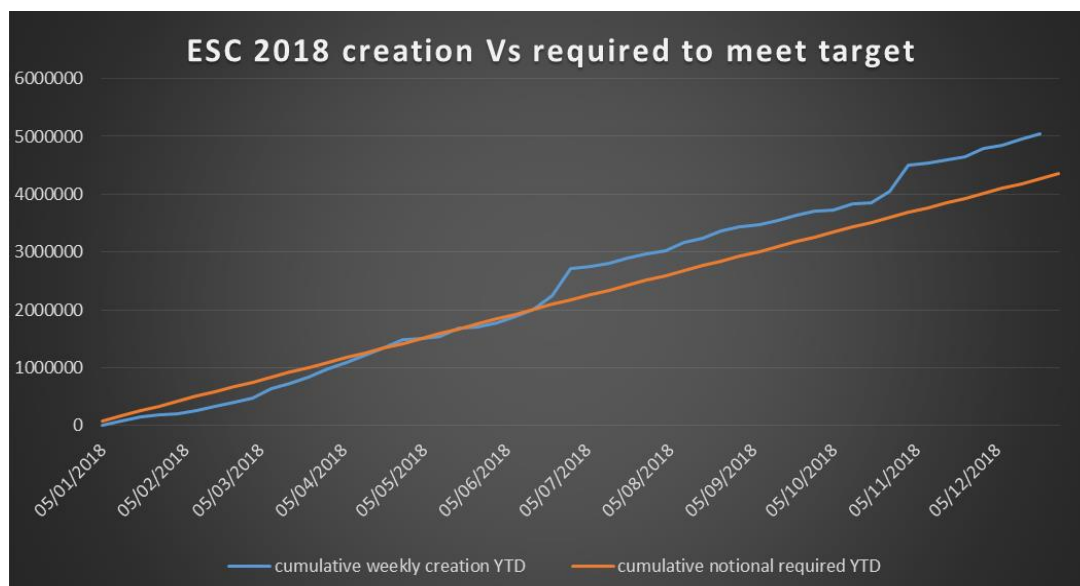
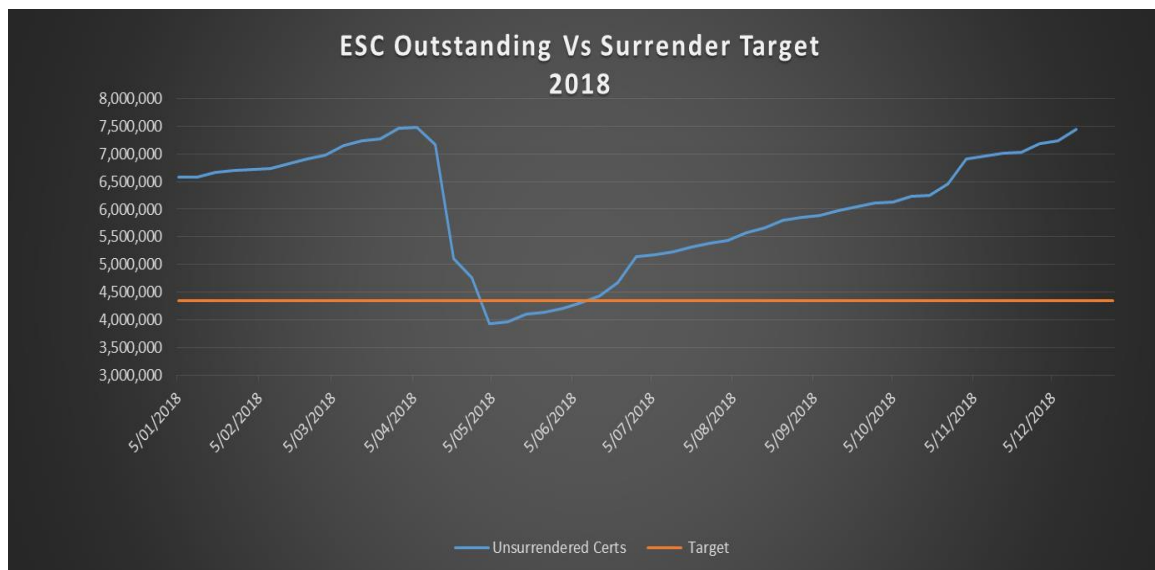
NSW ESCs

Creation continued to be strong this week while market prices were unmoved in quiet trading.

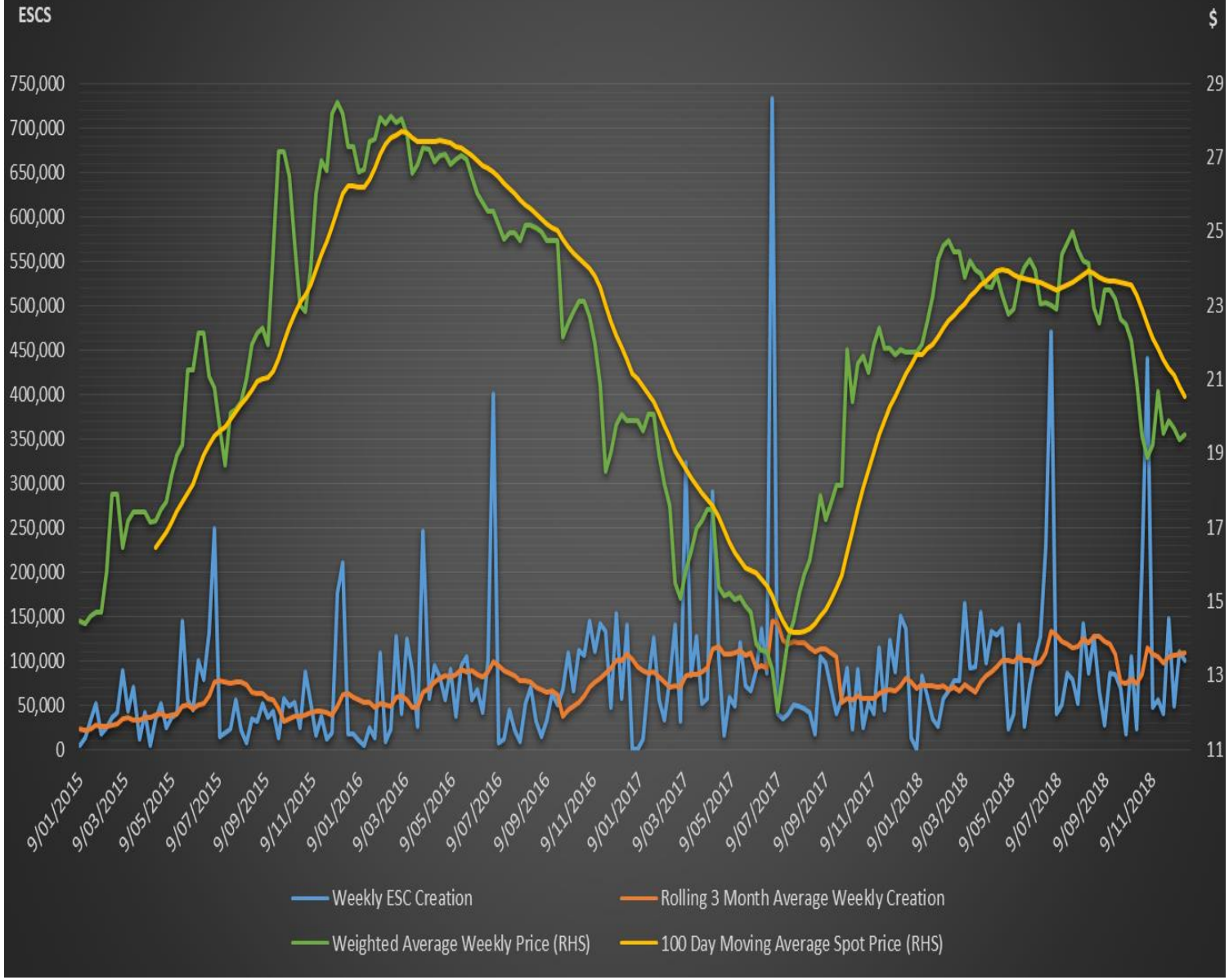
ESC registrations totalled 100,747 this week bringing the amount created this year to over five million certificates and a surplus of nearly 3.1 million, 67% of next year's surrender target.

Only three trades were reported in the spot market, all at \$19.50, for a total of 40,000 ESCs. This was 10 cents higher than last week's close.

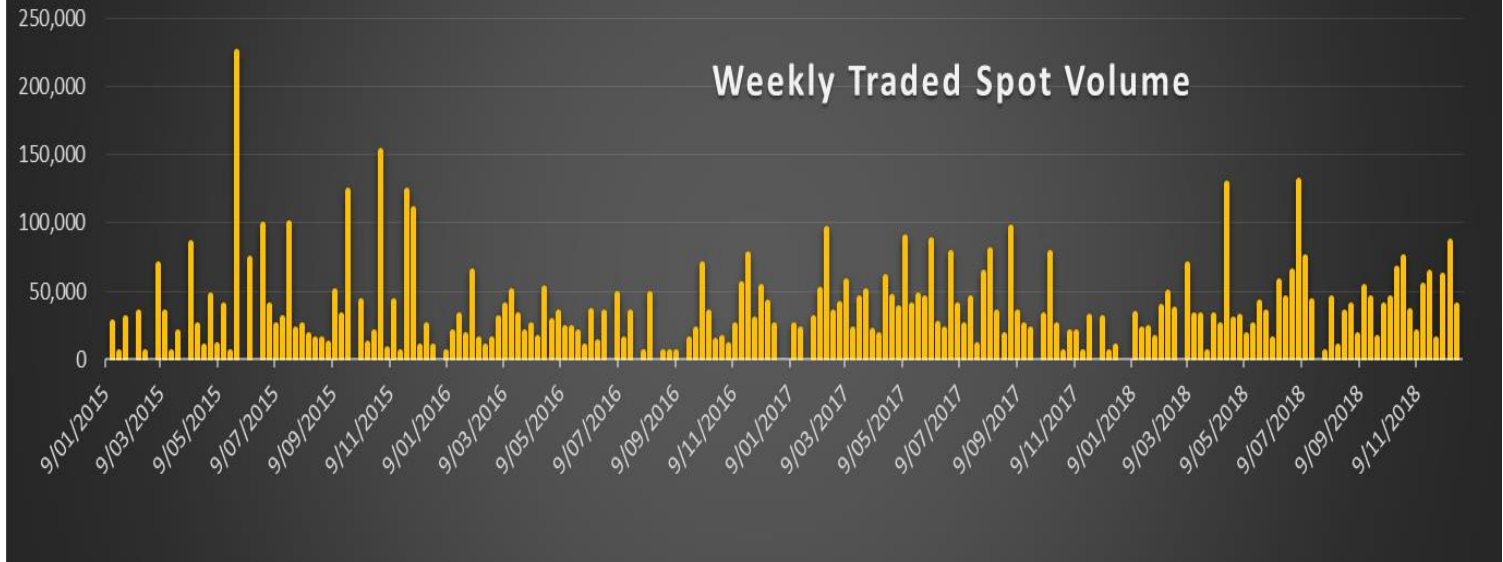
Four forward trades occurred for a total of 30,000 certificates to be delivered between February and June next year. The first few trades attracted a premium of 25 cents to the spot price but the last two traded at par.



WEEKLY ESC CREATION - ALL SOURCES



Weekly Traded Spot Volume

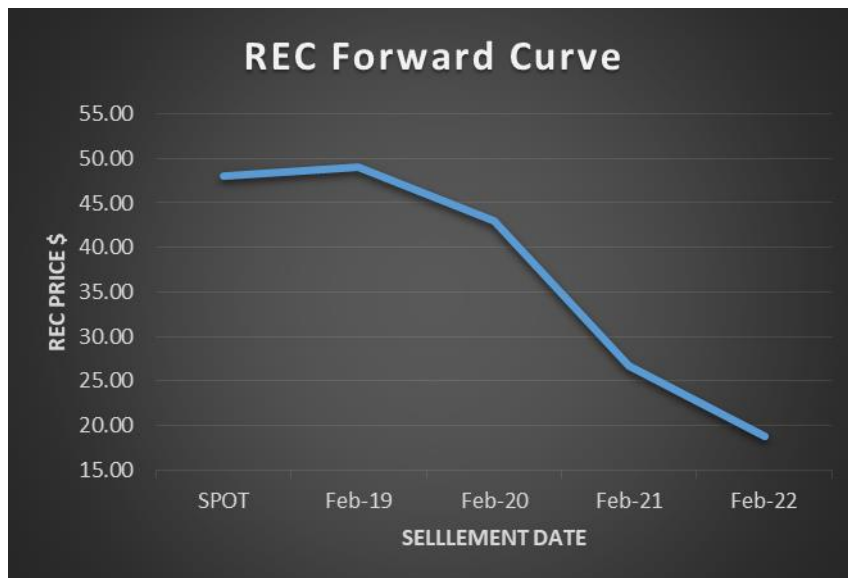
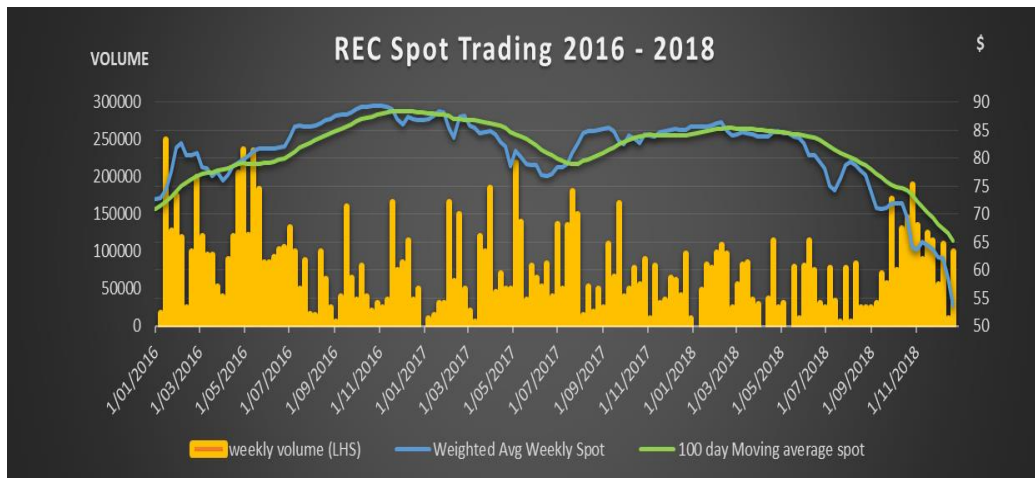
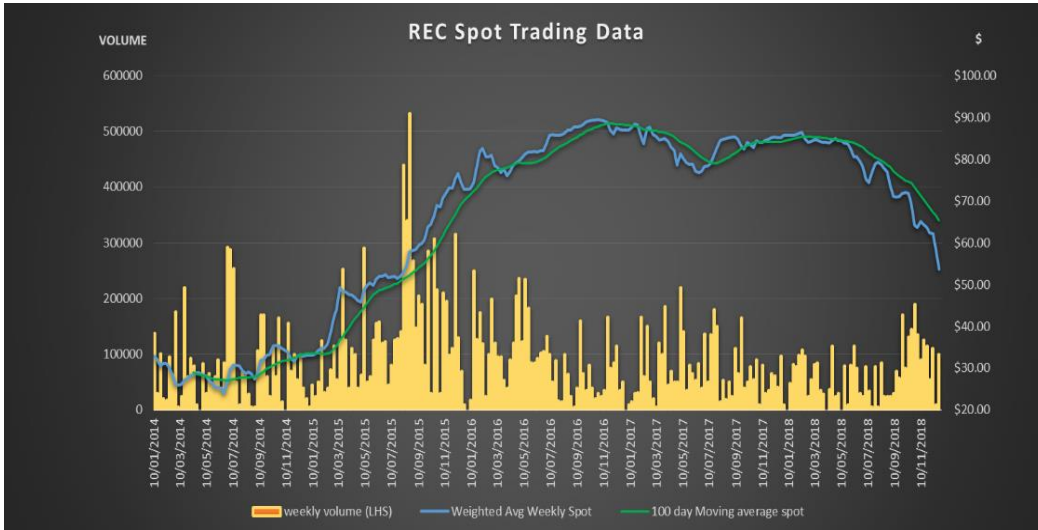


Renewable Energy Certificates

The LGC curve continues to flatten as near end prices tumble.

The spot market opened a modest 80 cents lower, at \$57.00, but selling was steady all week and every trade saw a lower price, eventually closing at \$48.00 on turnover of 100,000 LGCs.

The Calendar 2018 contract (February 2019 delivery) was very volatile, opening proceedings at \$58.00 and dropping to a mid-week low of \$45 before a major rally saw a high of \$52.25 before closing at \$49.00 on turnover of 125,000 certificates. This represented a loss of \$9.00 for the week. The Calendar 2019 contract saw 45,000 certificates deal at an opening price of \$44.00 before a mid-week rally got us to \$47.00. However sellers again took over and we closed \$8.75 lower for the week, at \$43.00. There were no reported trades for Calendar 2020 and Calendar 2021 traded unchanged at \$18.75 in 70,000 LGCs.



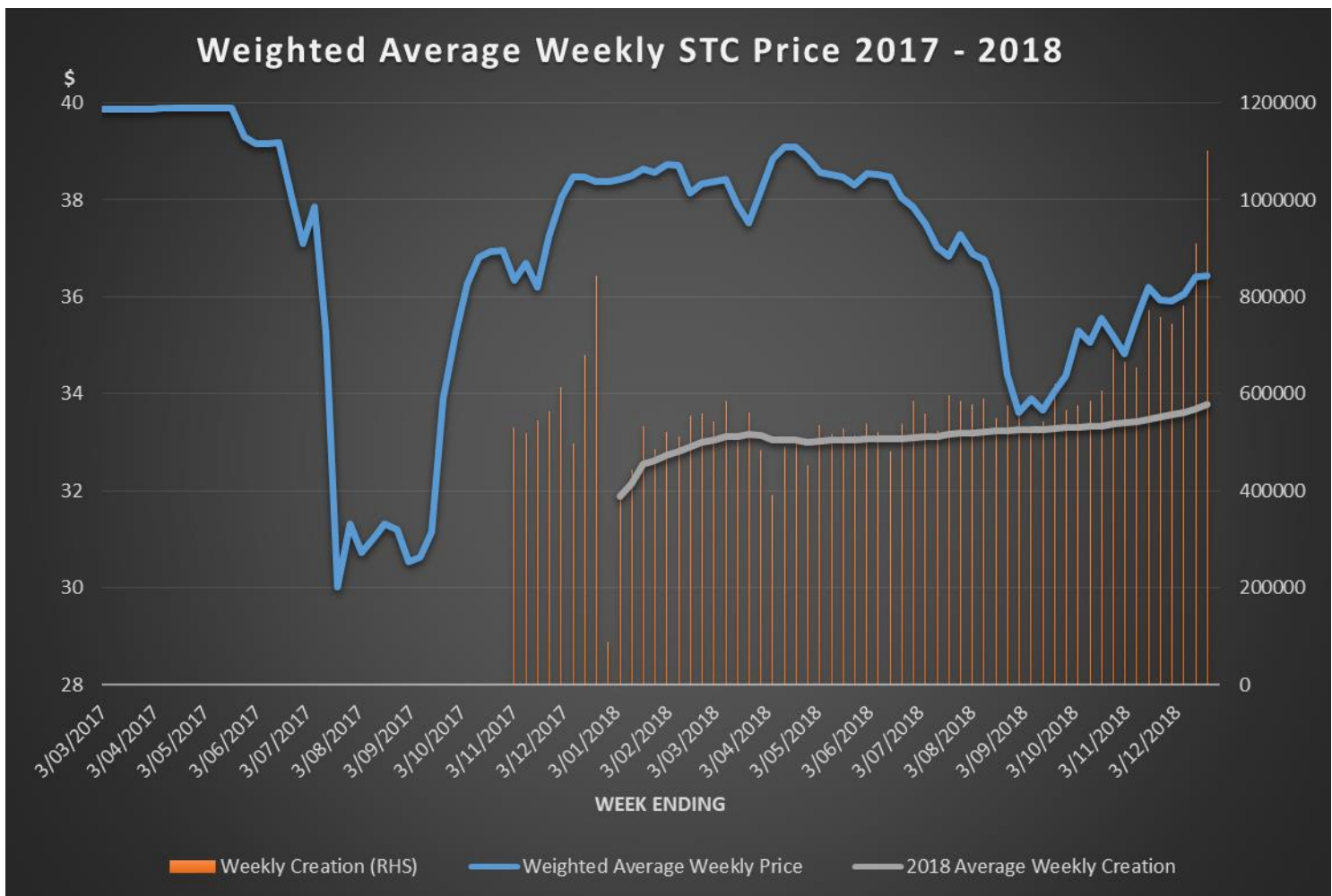
Small Technology Certificates (STC)

Creation rocketed past one million for the first time this year but prices were mostly unmoved in quiet trading.

Last year the week before Christmas saw the largest creation week of 2017 and this year the pattern was repeated. Submissions to the CER leapt to 1.1 million for the week, a jump of 200,000 from last week which was the previous high water mark for the year.

The spot market didn't react to the onslaught of supply opening 5 cents higher than previously, at \$36.40, and trading in a very narrow range all week to close at \$36.50 on reported turnover of 194,000 STCs.

The forward market was quiet with only 55,000 certificates reported trading for delivery in January and March 2019. The January trades were struck at a 5 cent premium to the prevailing spot level while March traded 25 cents higher, at \$36.80.



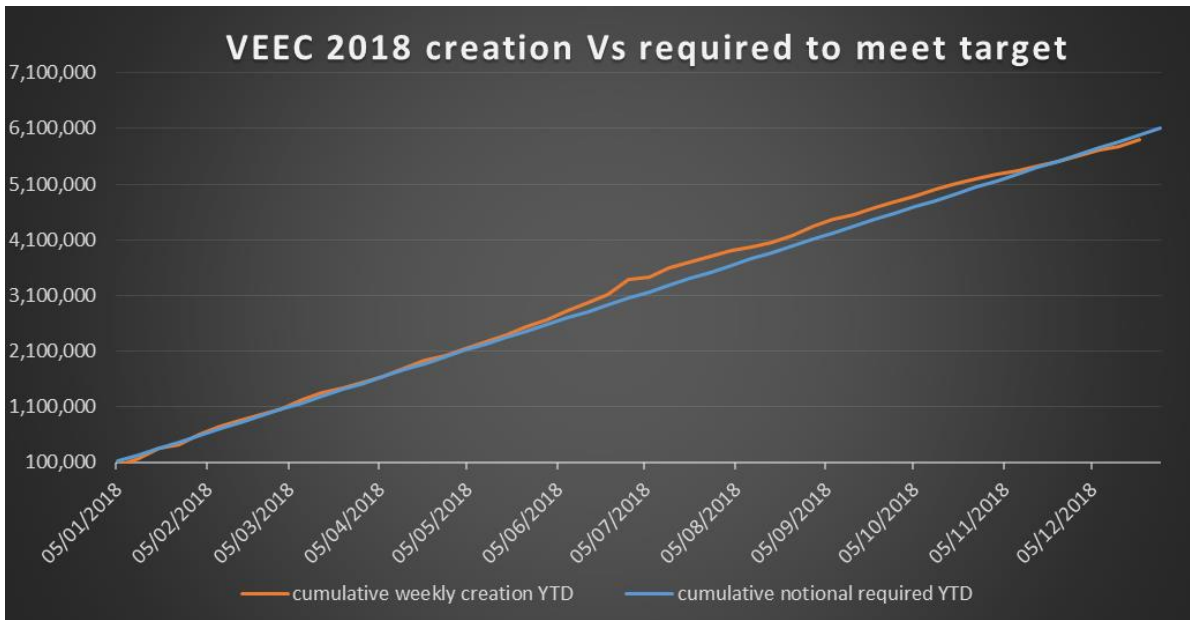
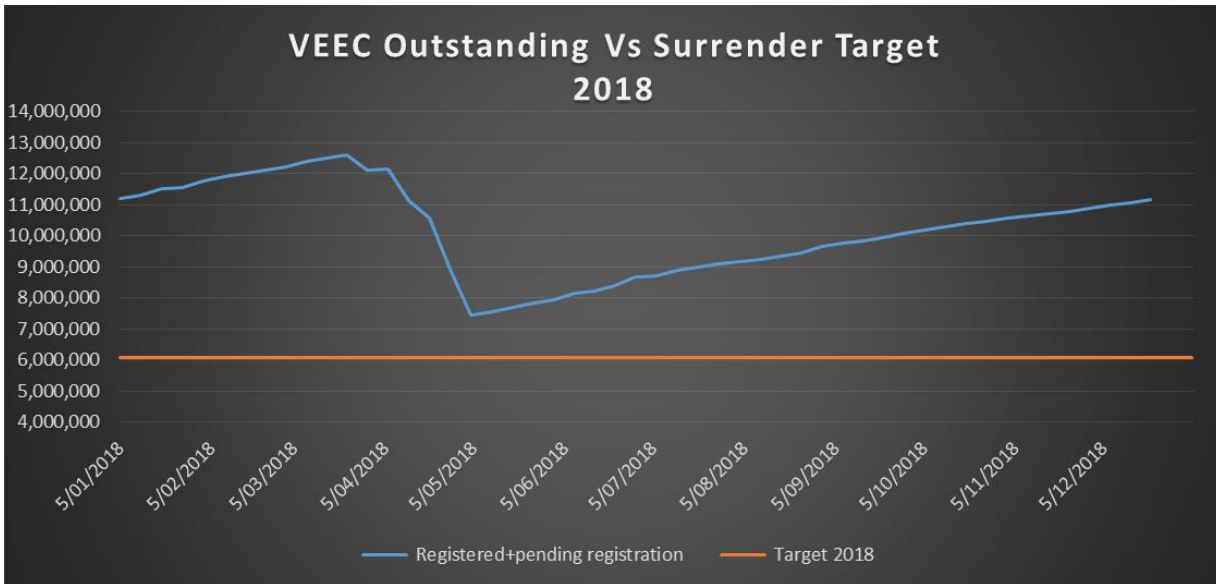
VIC VEECs

VEEC creation jumped this week but market prices rose also.

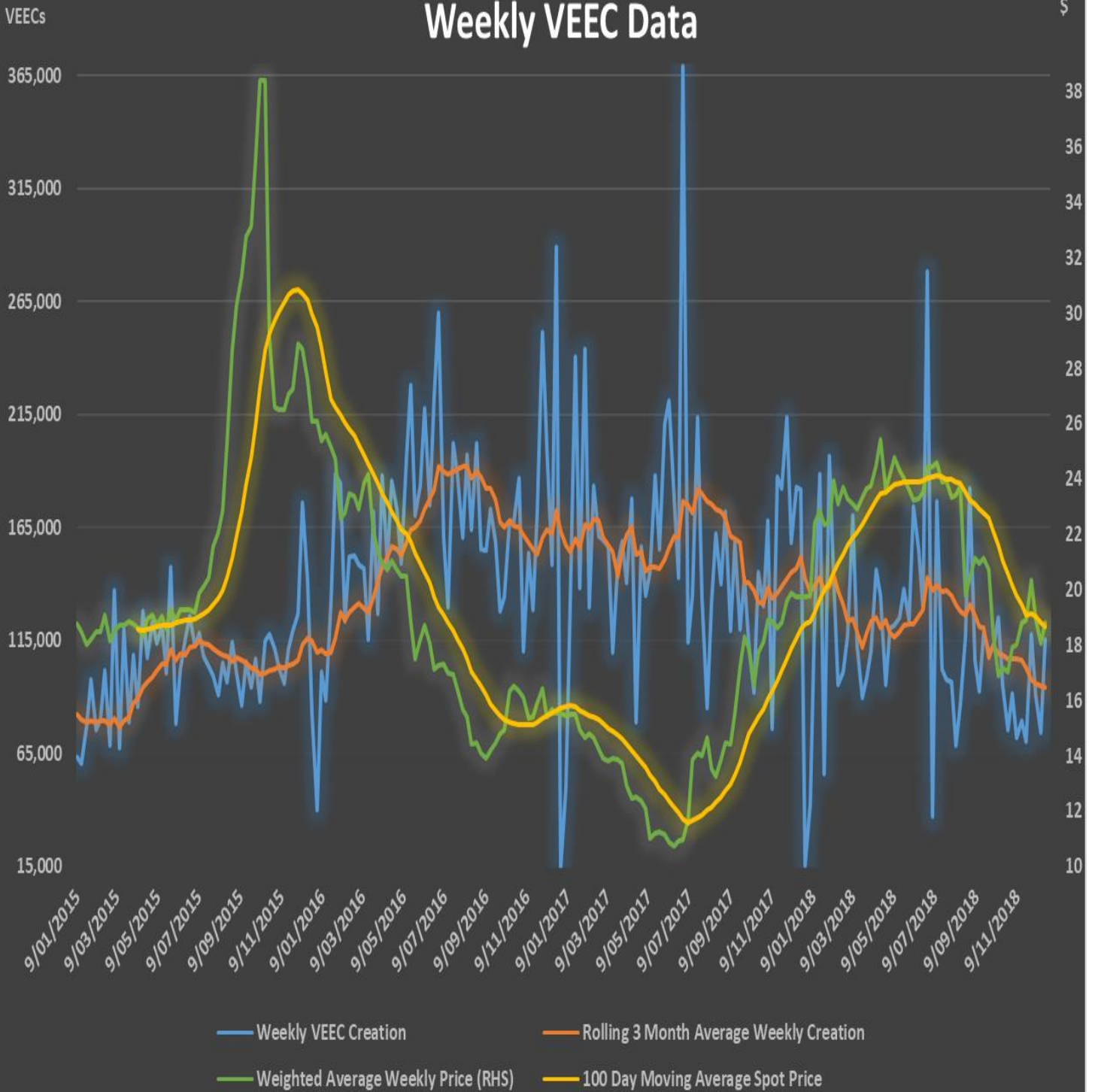
New VEEC registrations climbed to 115,300 this week bringing the surplus in the registry to 80% of next year's 6.3 million target.

The market was undaunted by the supply however with the spot price opening 10 cents higher than last, at \$18.60. We traded to the week's high of \$18.95 before a pull-back to \$18.60. Buyers took over again from there and closed us at \$18.90 on turnover of 106,000 certificates.

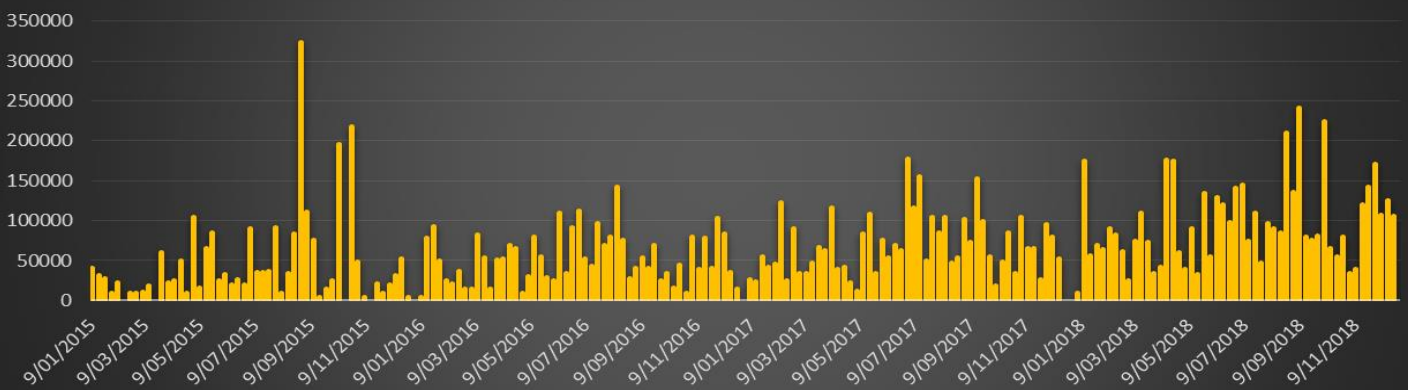
The forward market saw 60,000 VEECs contracted for delivery between January and May 2019. The forward curve was very flat with these deals being struck at prices that ranged from equal to the prevailing spot level to a premium of 10 cents.



Weekly VEEC Data



Weekly Traded Spot Volume



We would like to wish all our customers a very
Happy Christmas and prosperous New Year.

The market wrap will return mid-January