

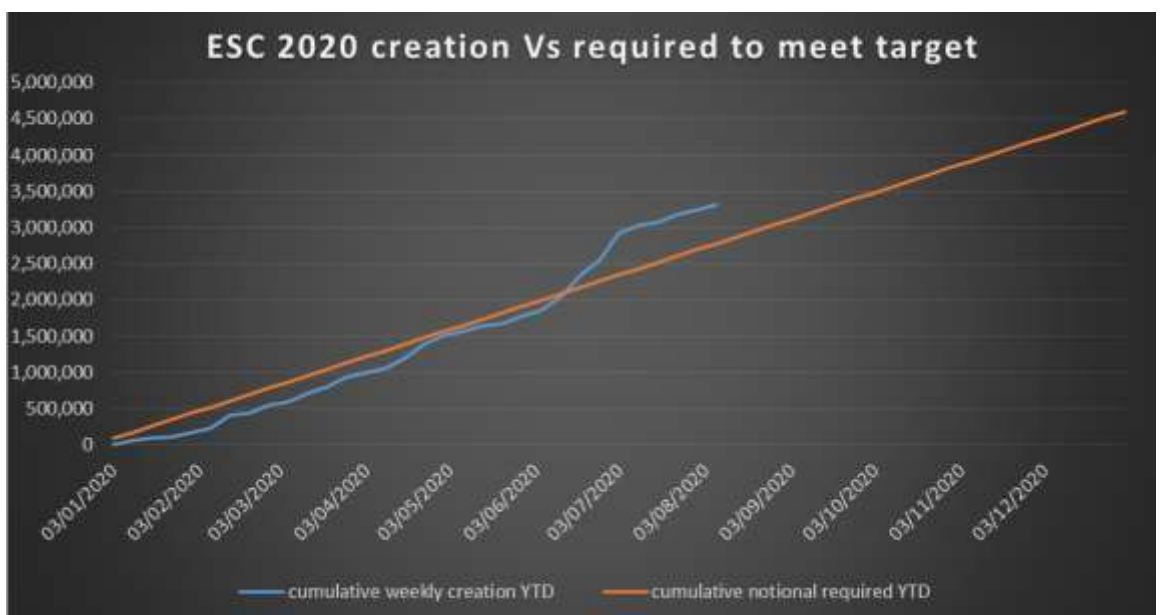
### NSW ESCs

ESC creation rose a little while prices rose modestly.

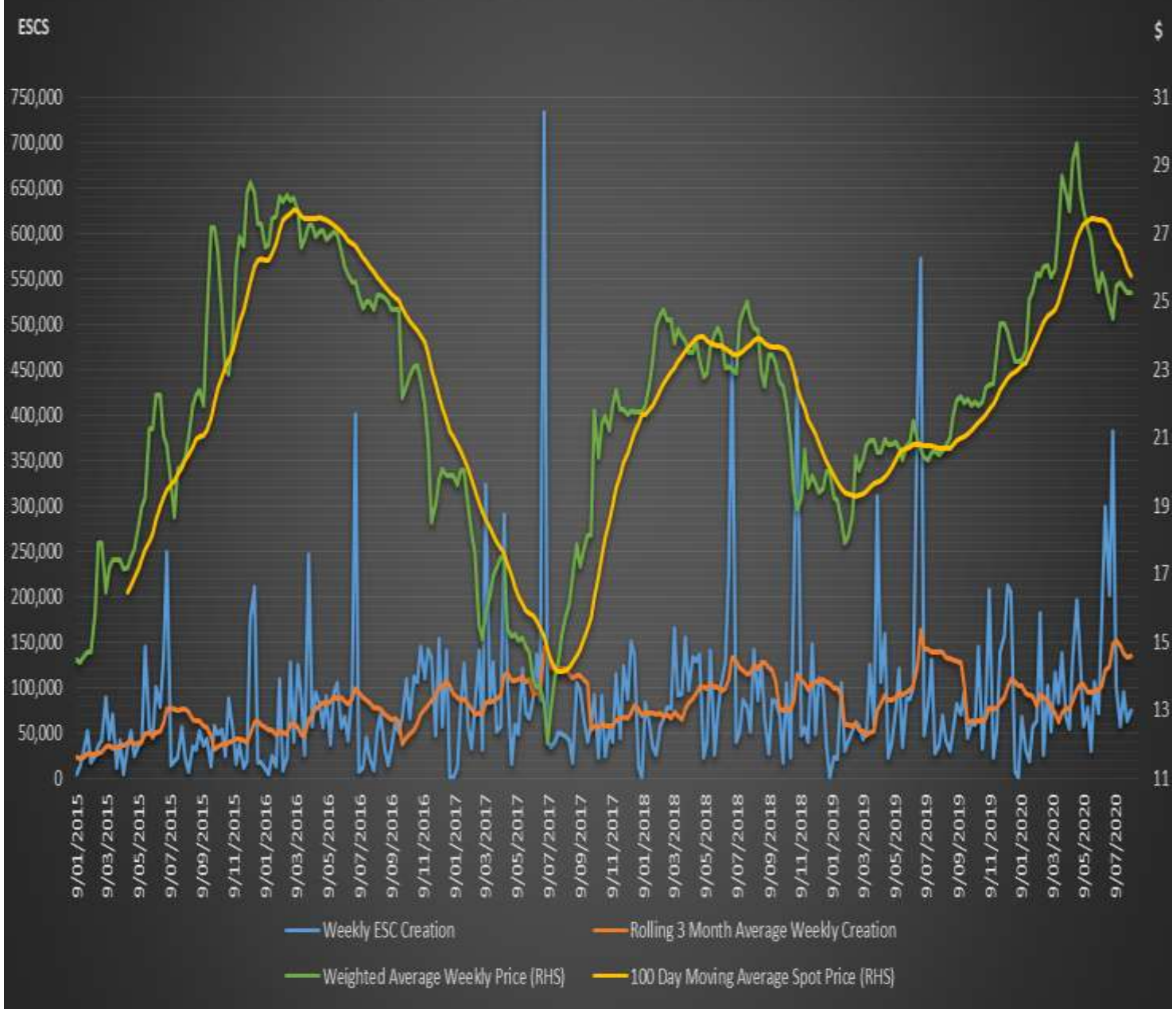
New certificate registrations came to 75,100 this week.

The spot market opened at \$25.25, a rise of 25 cents from last week's close, and finished at \$25.30 on turnover of 60,000 certificates.

The forward market was quiet with only 20,000 ESCs trading for delivery in June and July of 2021. These deals were struck at \$25.40, a premium of 10 cents to the spot price.



# WEEKLY ESC CREATION - ALL SOURCES



# Weekly Traded Spot Volume

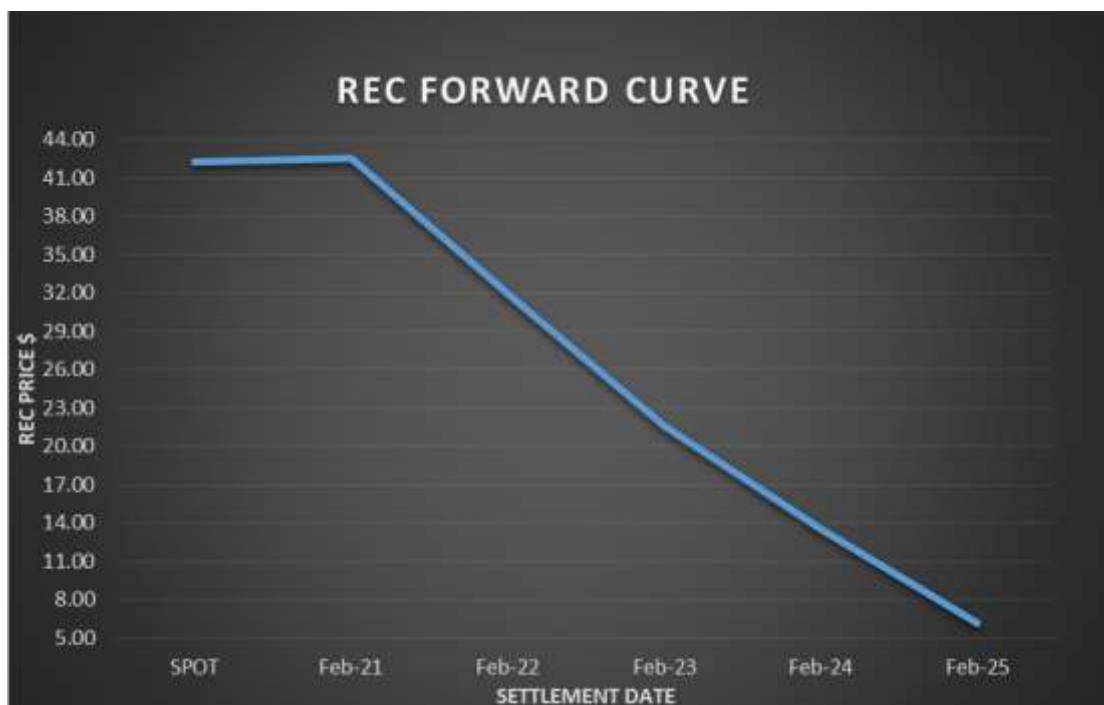


# Renewable Energy Certificates

LGC prices were little changed, consolidating recent gains.

The spot market traded a total of 148,000 certificates throughout the week all at \$42.25, a gain of 25 cents from the previous close.

The Calendar 2020 contract (February 2021 delivery) saw only 15,000 LGCs deal at an unchanged \$42.50. Calendar 2021 reached a mid-week high of \$32.50 before falling back to close at \$32.00, a rise of 25 cents for the week, on volume of 110,000 certificates. Calendar 2022 added 35 cents to close at \$21.60 on turnover of 80,000 LGCs and Calendar 2023 gained 30 cents to finish at \$13.50 on volume of 65,000 certificates.



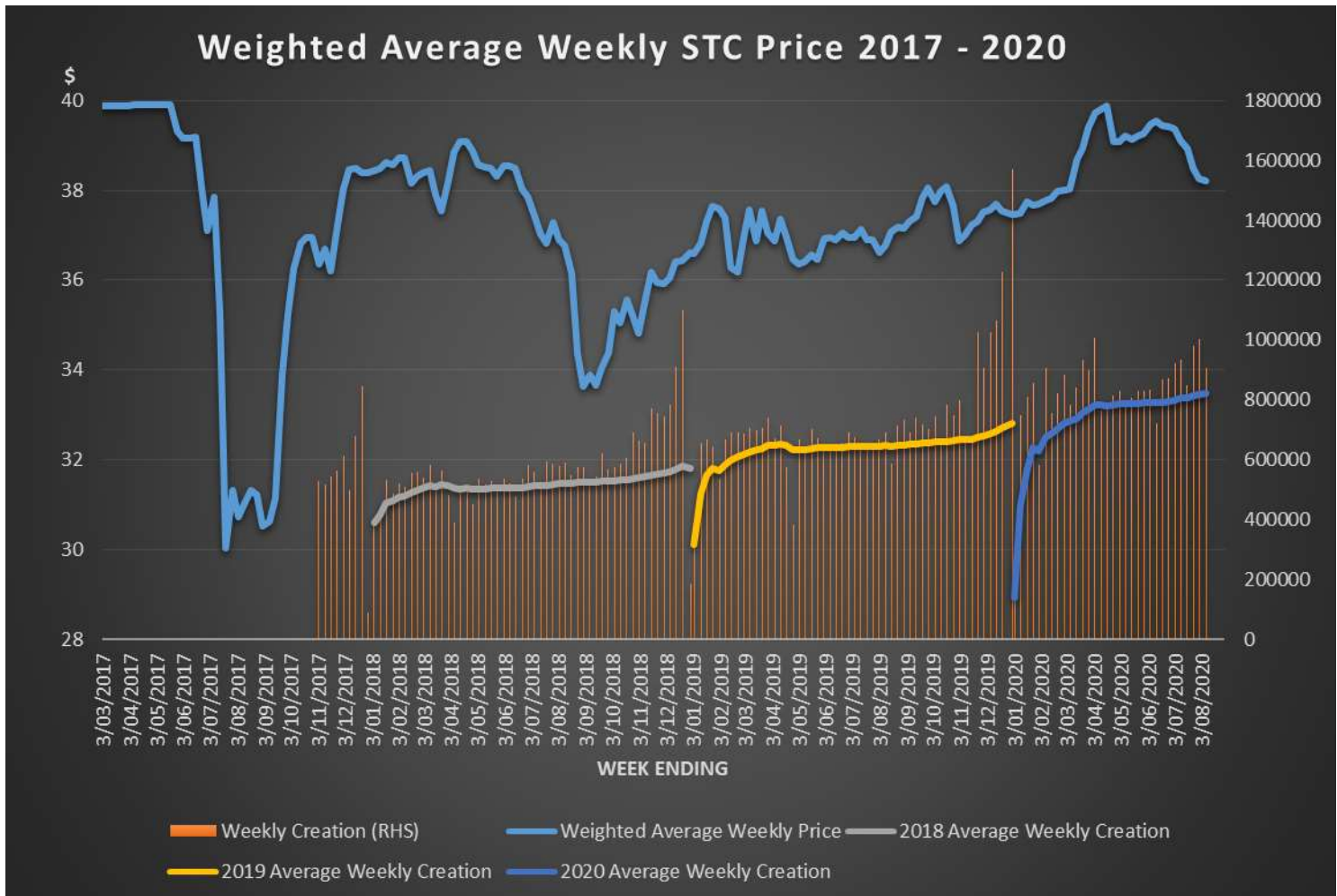
# Small Technology Certificates (STC)

STC creation fell from last week's high but continues to be strong while prices steadied.

Submissions to the Clean Energy Regulator dropped to 905,000 bringing the weekly average to over 820,000 for the year to date.

Spot trading opened at an unchanged \$38.15 and rose to \$38.30 before falling to the week's low of \$38.10. The price rallied again late in the week to close at \$38.30 on reported turnover of 236,000 STCs.

In the forward market 155,000 certificates traded for delivery from October this year to December 2021. Deals for settlement in the rest of 2020 traded in line with the prevailing spot price while those for 2021 traded initially at \$38.50 but this dropped to \$38.45 by week's end.



# VIC VEECs

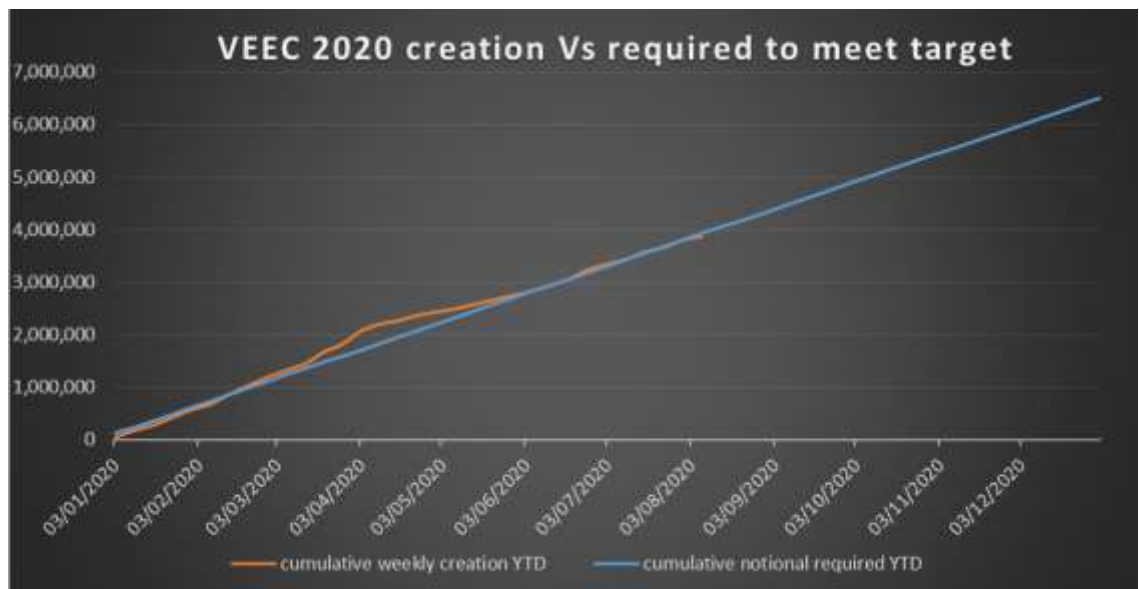
VEEC dropped this week and certificate prices declined as the market struggles to calculate the impact of recent Government edicts.

The current shutdown in Victoria raises interesting questions about the direction of VEEC prices. On one hand the Chinese Bat Soup Plague has shuttered activity in Victoria leading to a fear of a shortage of certificates in the future, though there is a comfortable surplus for this year's surrender target and we are 30% of the way towards next year's. This could be bullish for the VEEC price. On the other hand the economic devastation makes it likely that the Essential Services Commission will defer the far reaching changes to the scheme that were due next year. It was in anticipation of these changes, and the concomitant reduction in the supply of certificates from cheaper reduction methods, that had caused the VEEC price to escalate in the first place. So this could cause the price to decline.

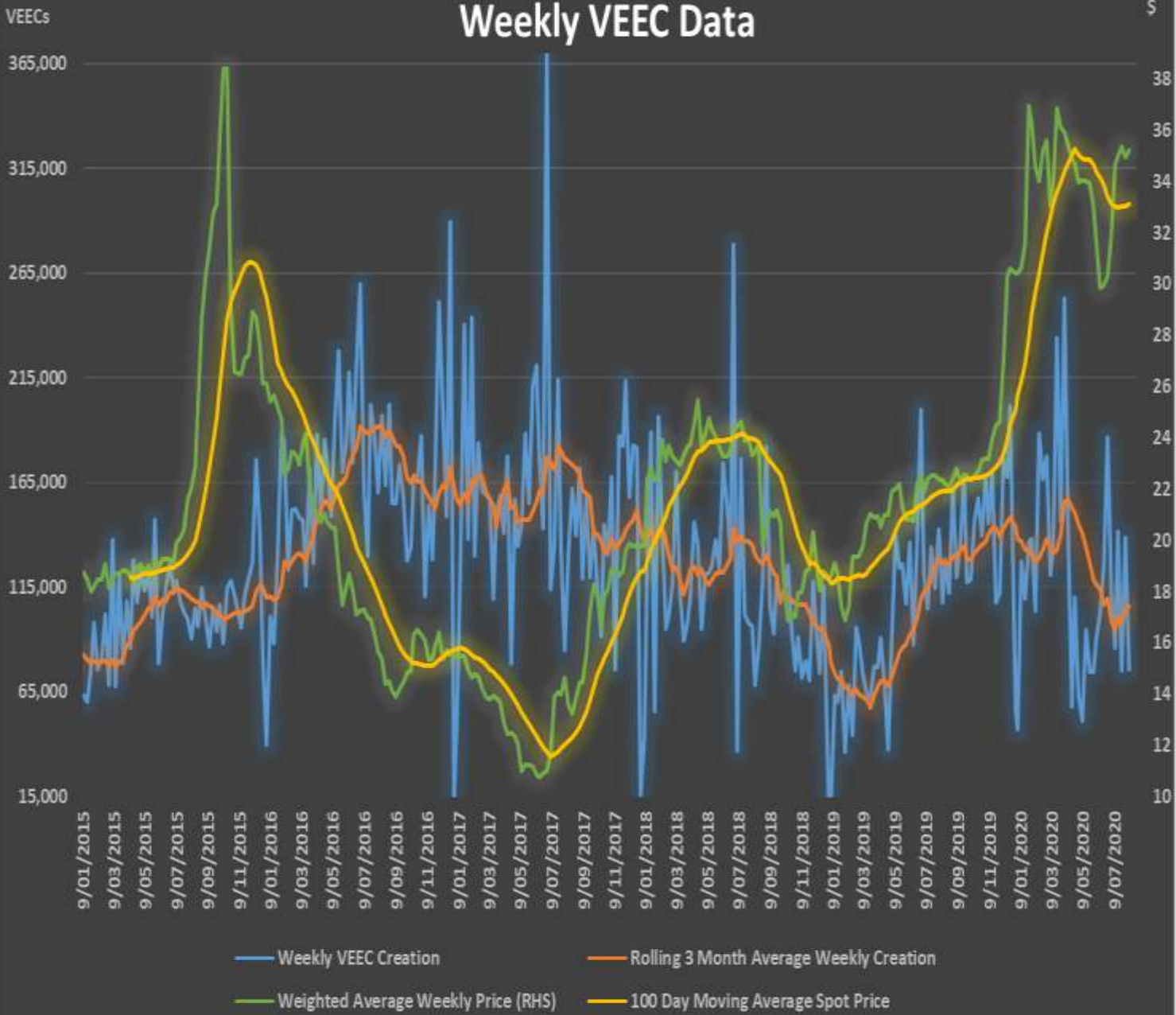
New VEEC registration came in at 75,800.

Spot trading opened 15 cents lower, at \$35.75, and the price declined steadily all week to close at \$34.50 on turnover of 43,000 VEECs.

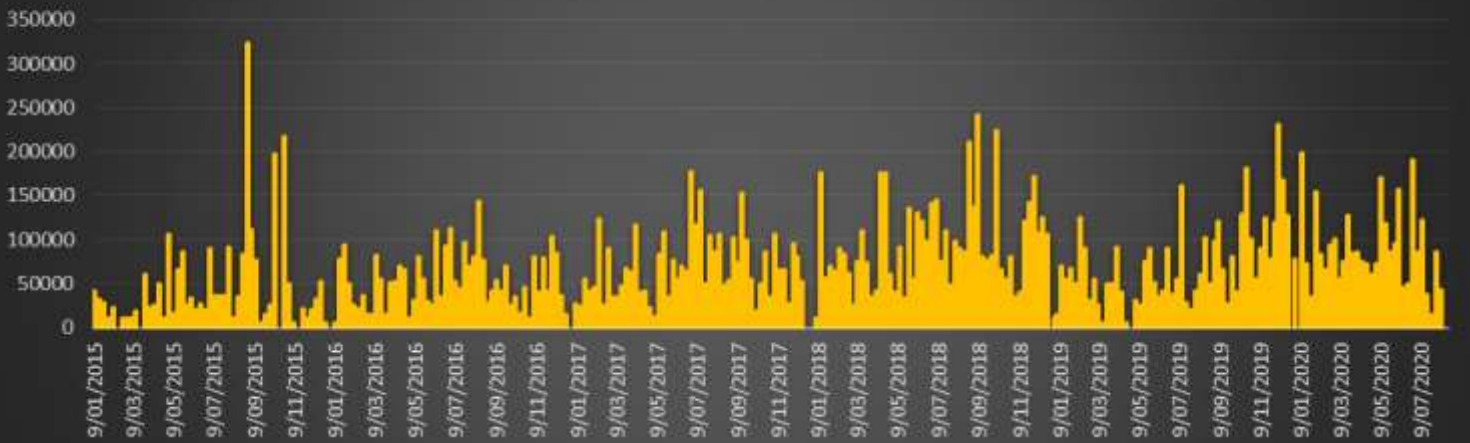
The forward market was busy again with 345,000 certificates traded for delivery from September this year to September 2021. The curve remains flat with all these trades dealing in line with the prevailing spot price.



# 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](http://www.demandmanager.com.au)