

CERTIFICATE REPORT

02/10/2020

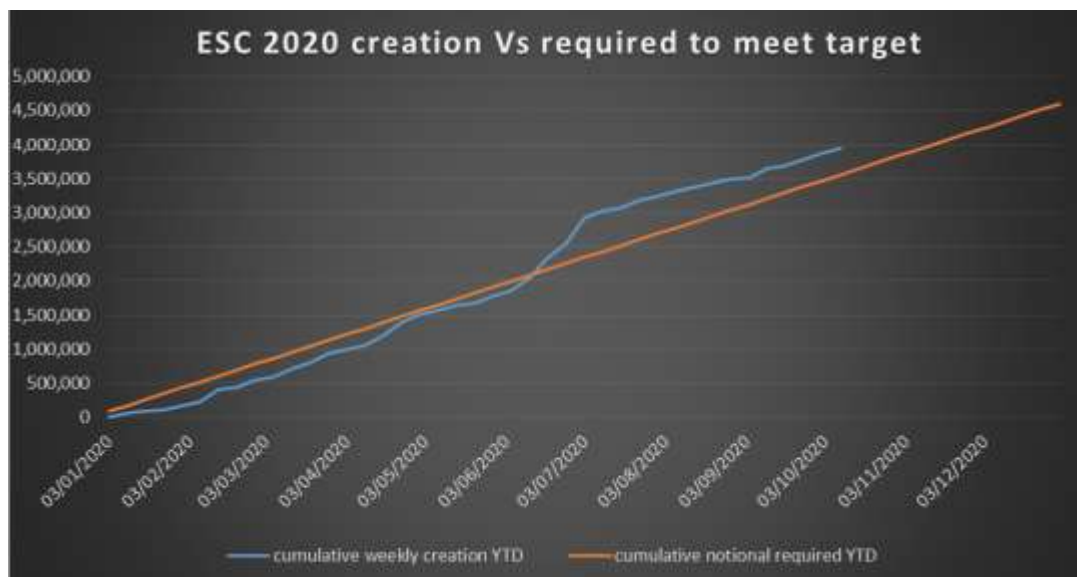
NSW ESCs

ESC creation was steady while prices rose modestly.

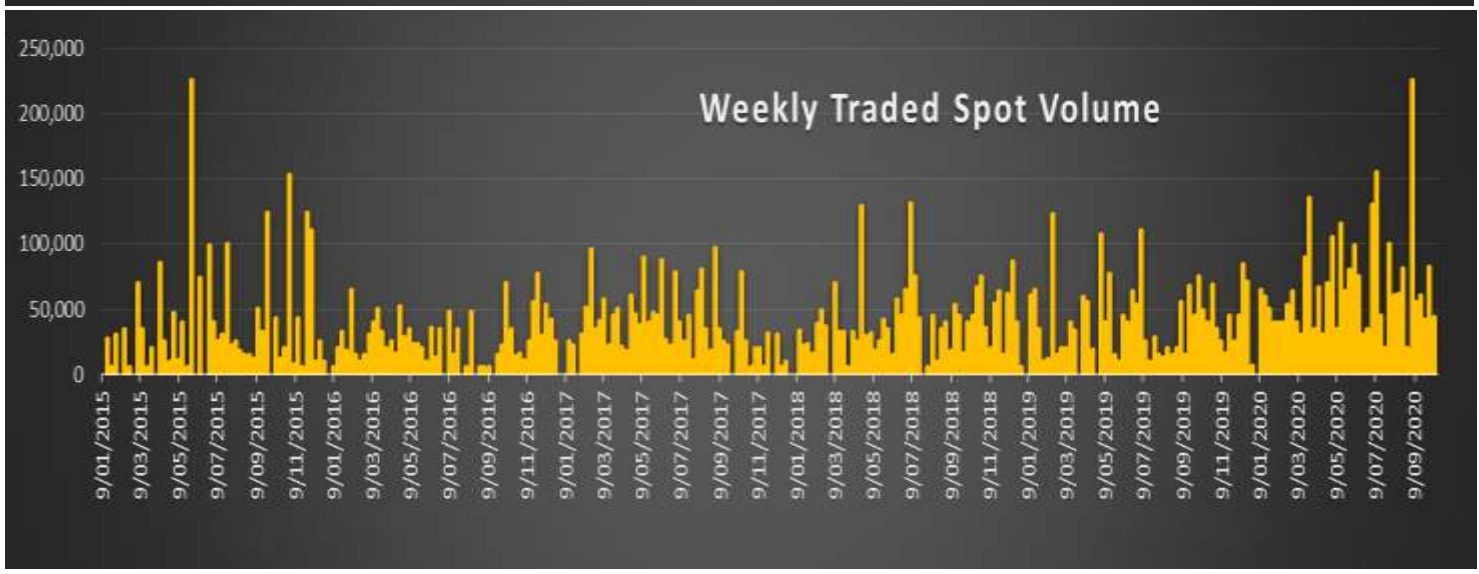
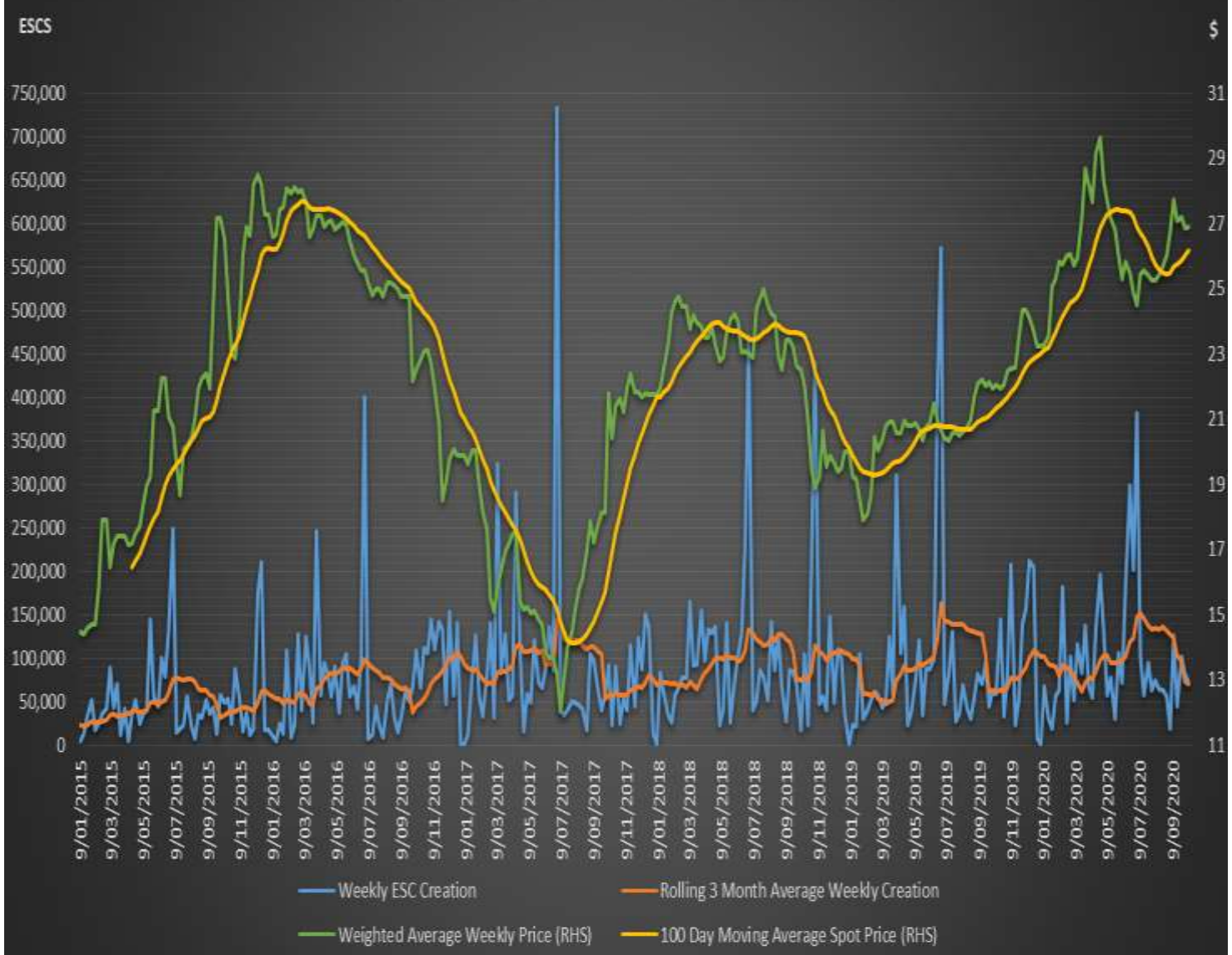
New ESC registrations were only slightly lower than last week, coming in at 73,600.

The spot market opened 5 cents higher, at \$26.75, and rose to close the week at \$27.00 on turnover of 44,000 certificates.

The forward market saw 37,000 ESCs trade for delivery between late October and December this year. These all traded at \$27.00, in line with the spot price at the time.



WEEKLY ESC CREATION - ALL SOURCES



Renewable Energy Certificates

LGC prices were little changed in quiet trading.

The spot market traded 27,000 LGCs, all at \$44.00. Although this was a drop of 60 cents from the last trade, spot prices were being quoted lower by the end of last week, so the price move was less significant.

Calendar 2020 (February 2021 delivery) opened at \$44.00 and rose slightly to close at \$44.25. This represented a gain of 25 cents on the week on turnover of 25,000 LGCs. Calendar 2021 also added 25 cents, trading 10,000 certificates at \$34.25. Calendar 2022 was untraded while Calendar 2023 opened at \$13.35 and rose to \$13.50 at the close on turnover of 25,000 LGCs. This was another 25 cent gain on the week.



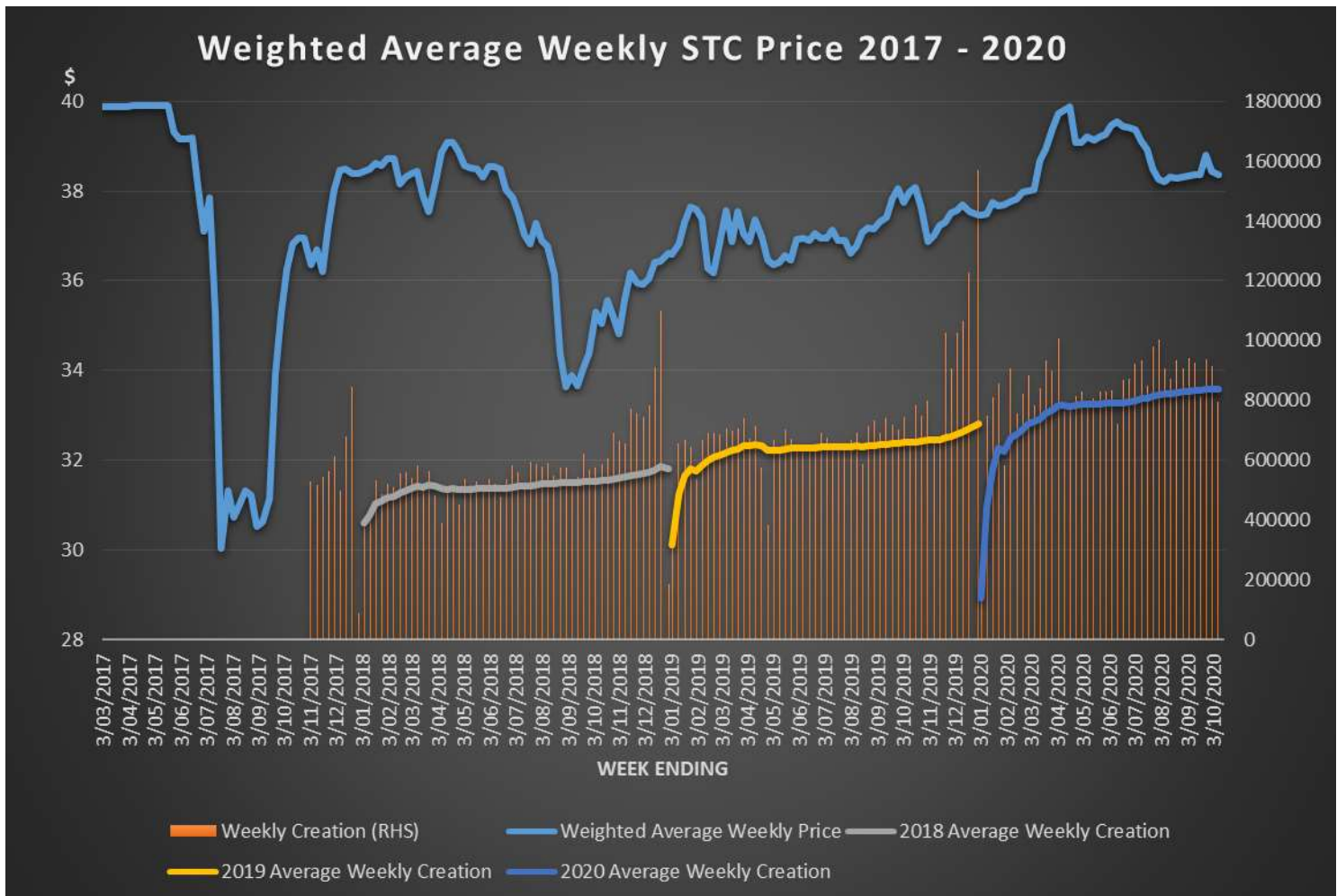
Small Technology Certificates (STC)

STC creation was steady while prices firmed slightly ahead of this month's quarterly surrender.

Monday was a public holiday in most of Australia which impacted certificate generation with new submissions to the Clean Energy Regulator coming in at 796,000. When taking the holiday into account this represented a daily creation number in line with the last few weeks.

Certificate surrender for Quarter three of the year occurs this week and there has been some retail buying to meet obligations. Spot trading opened 5 cents higher at \$38.25 and the price ground higher throughout the week, reaching a high of \$38.45 before closing at \$38.40 on turnover of 315,000 STCs.

Forward trading was quieter than last week with only 60,000 certificates trading for delivery in November this year and January 2021. Deals settling in November traded 20 cents lower than the spot level, indicating that the current elevated prices are a temporary reaction to buying for the surrender. January 2021 traded at \$38.45, the same as the spot price at the time.



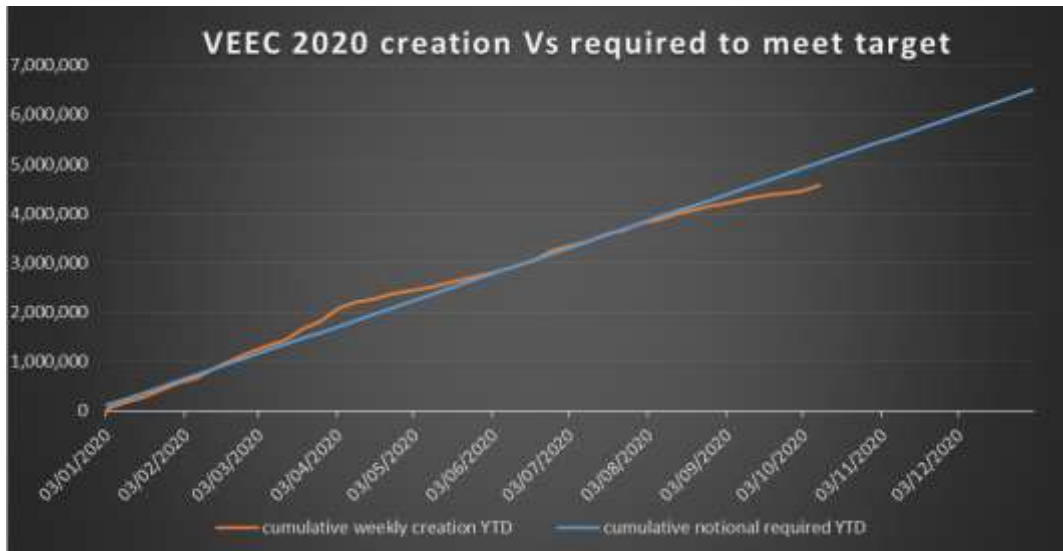
VIC VEECs

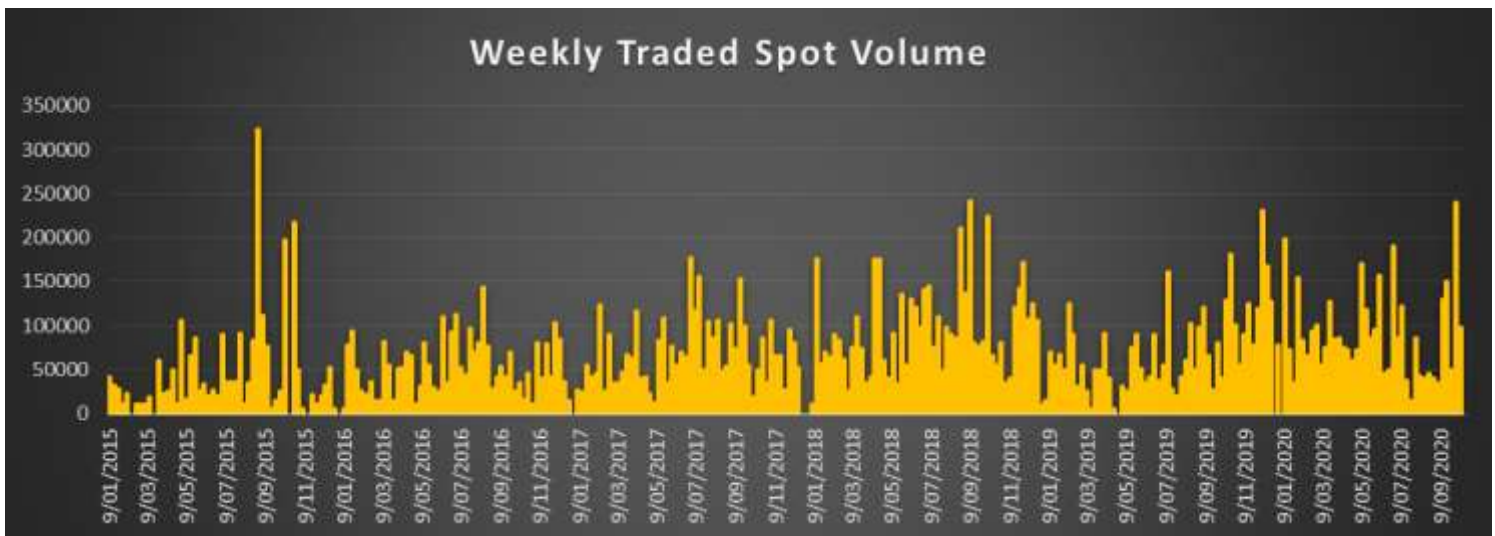
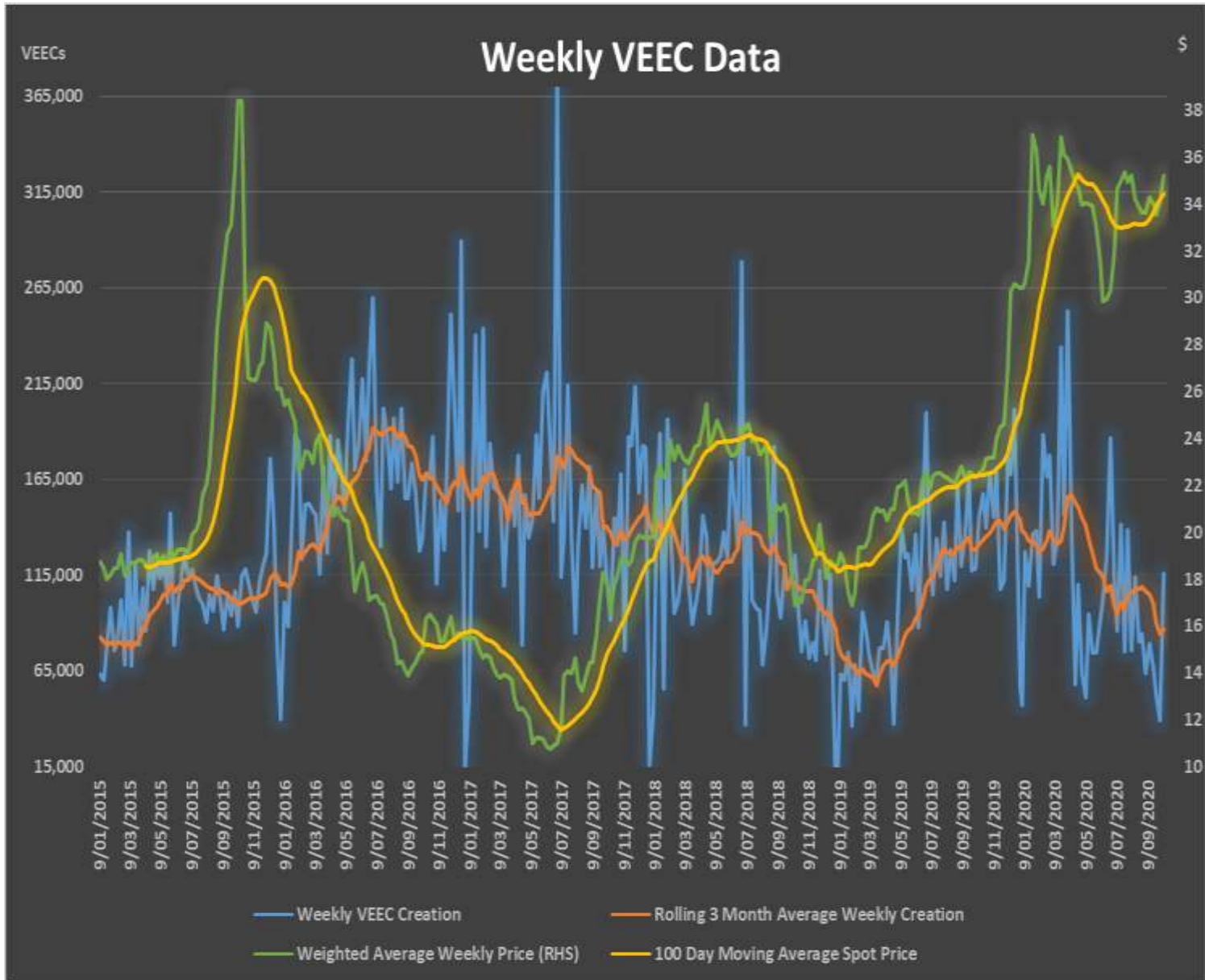
VEEC creation came back to life this week while certificate prices closed little changed.

New VEEC registrations came in at 116,000, bringing the Registry total to over 9 million certificates.

The spot market opened at \$35.75, a rise of 50 cents, but the price drifted lower from there to close at \$35.00 on turnover of 98,000 certificates.

In the forward market 110,000 VEECs traded for delivery from late October this year to December 2021. The forward curve closed the week with an upward slope, November trades gaining a premium of 10 cents over the prevailing spot level, rising to around 50 cents for December 2021.





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