

## CERTIFICATE REPORT

July 2023

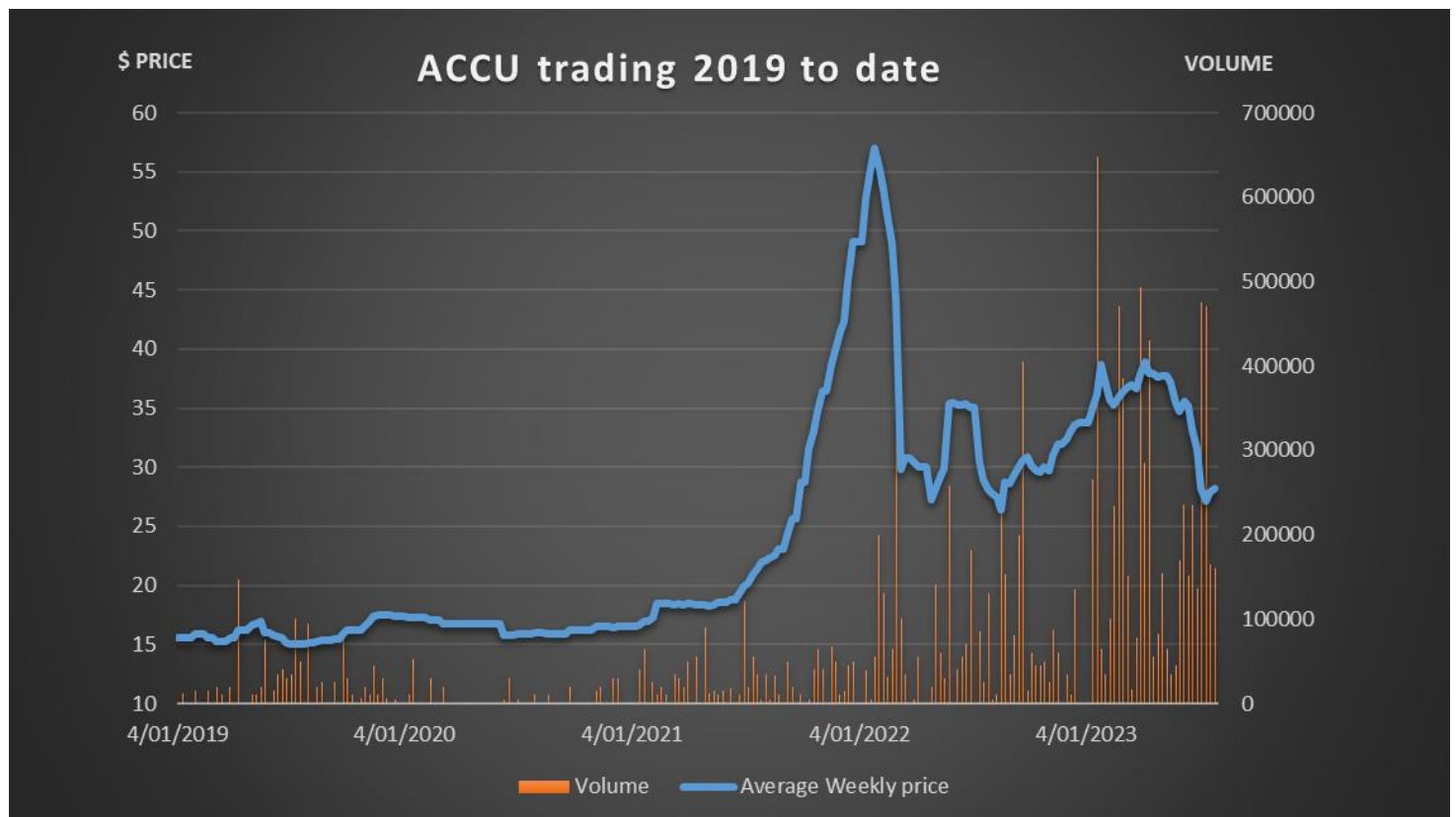
### ACCU

**ACCU** prices weakened further in July, though the market finished off it's lows.

The recent fall in ACCU prices continued into the start of the month with the first spot trade struck at \$31.50, a drop of 25 cents. The tumble accelerated from there with the market reaching a low of \$25.00 on the 11<sup>th</sup> before stabilising there for a few days. Subsequent attempts at a rally fizzled out around the \$29.00 level with the price settling at \$28.75 on turnover of 1.27 million certificates.

No forward trading was reported.

The fall in the ACCU price was most significant in the generic certificates with the spread to Human Induced Regeneration (HIR) certificates blowing out to \$5.00, as those ACCUs were not impacted as much.



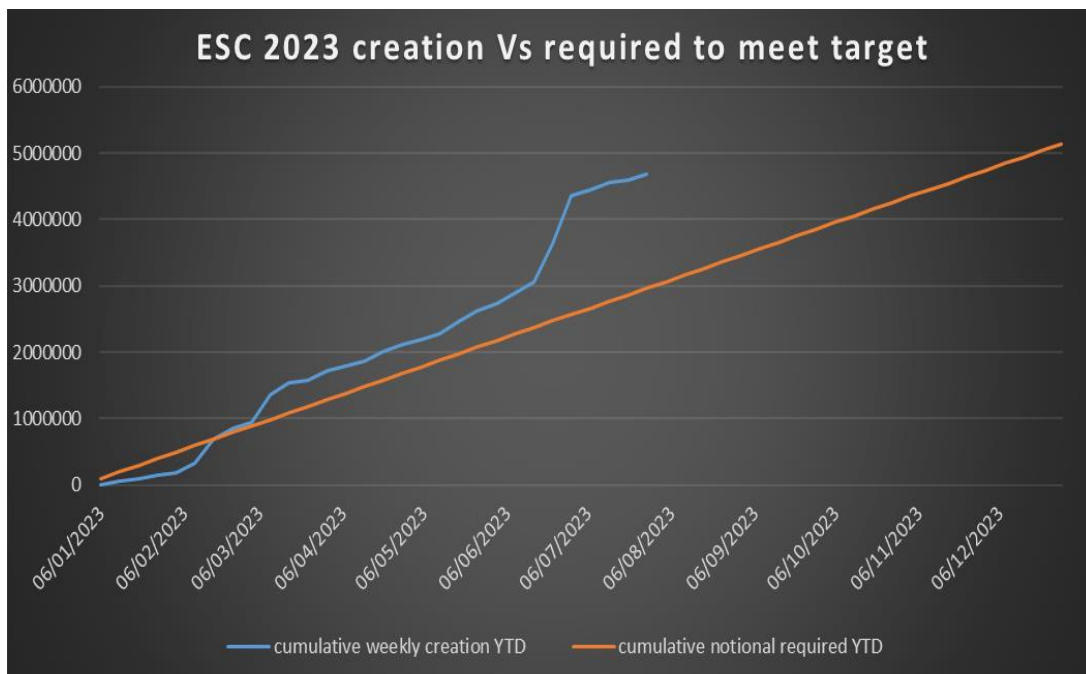
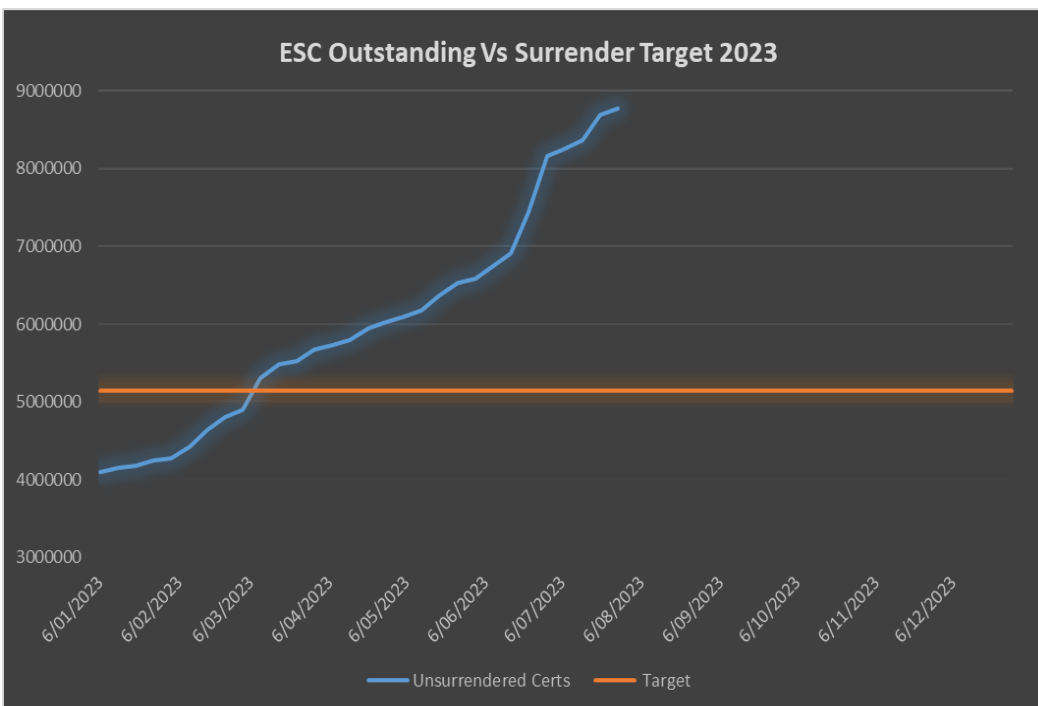
# NSW ESCs

ESC prices ended the month little changed but were volatile across the month,

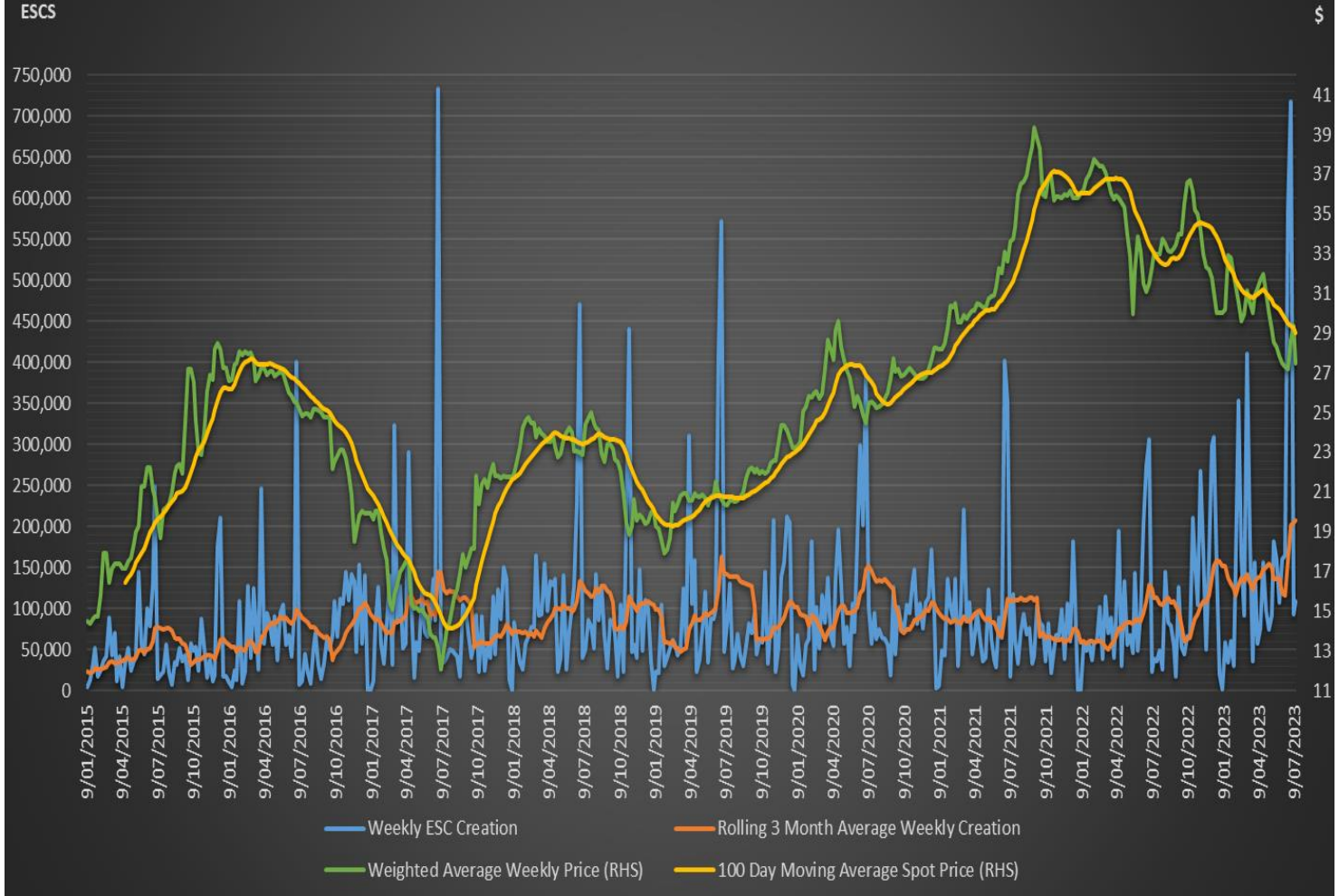
Certificate creation dropped from the June number, which was influenced by the end of the financial year, coming in at 340,500. This represented nearly two and a half times as many new ESCs are created last July.

The spot market initially opened \$1.15 higher, at \$30.15, but the price declined steadily from there as the supply of certificates proved to be high. We reached a low of \$26.50 in the last week of the month before a late buying surge saw a close at \$28.75 on turnover of 695,000 ESCs.

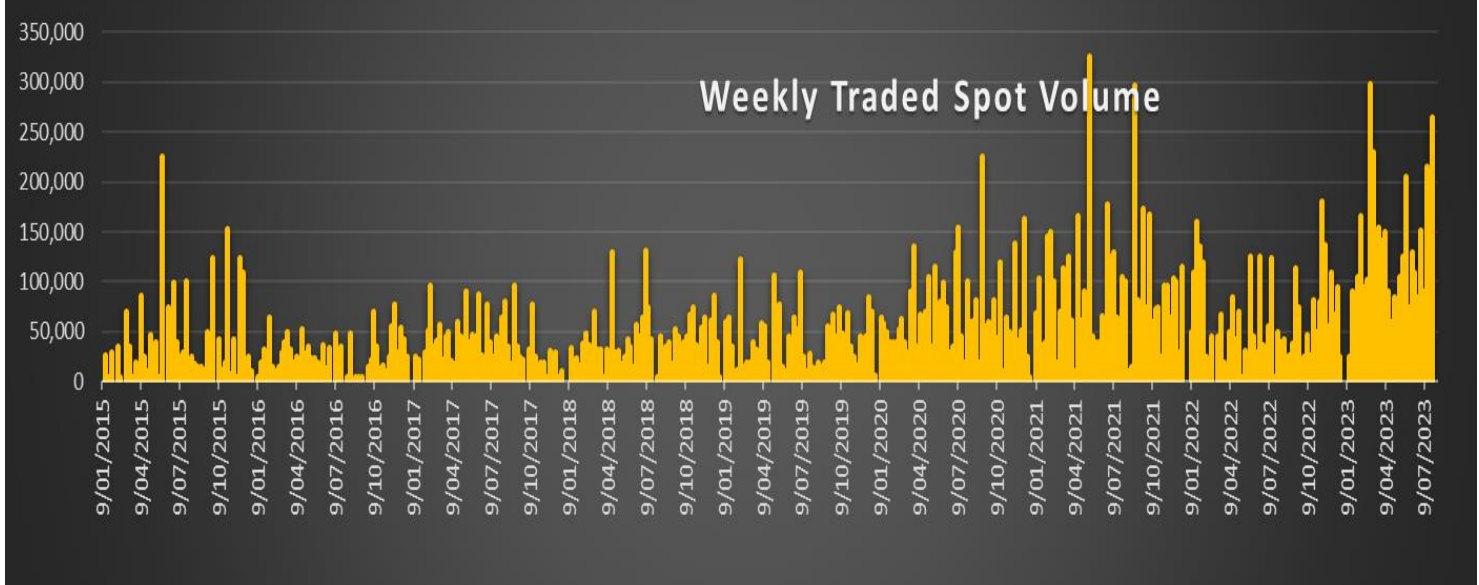
The forward market saw 565,000 ESCs trade for delivery from late July to December 2025. The curve was quite steep with the cost of carry built into the forward prices being around 8%.



# WEEKLY ESC CREATION - ALL SOURCES



# Weekly Traded Spot Volume



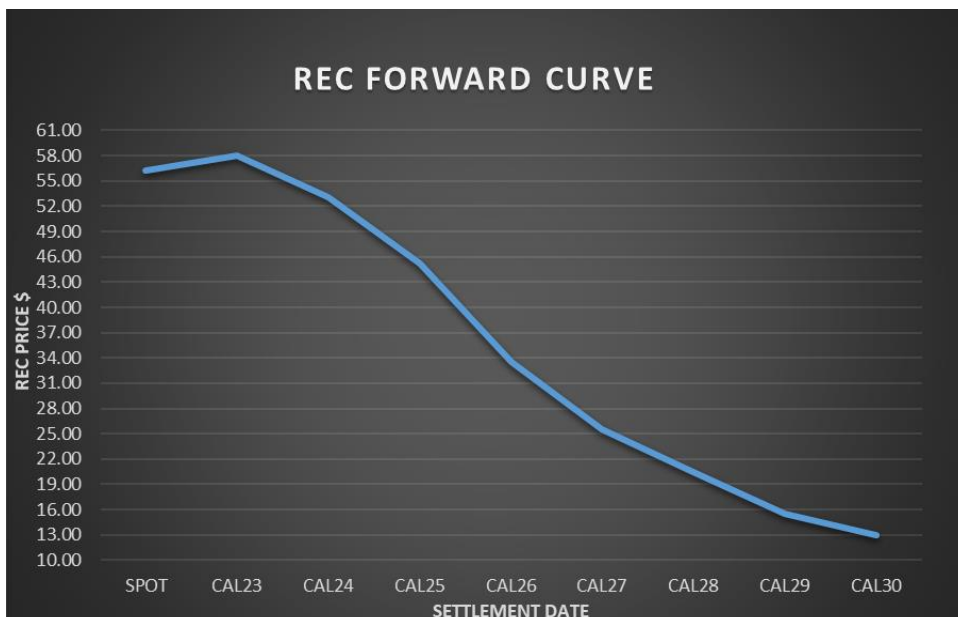
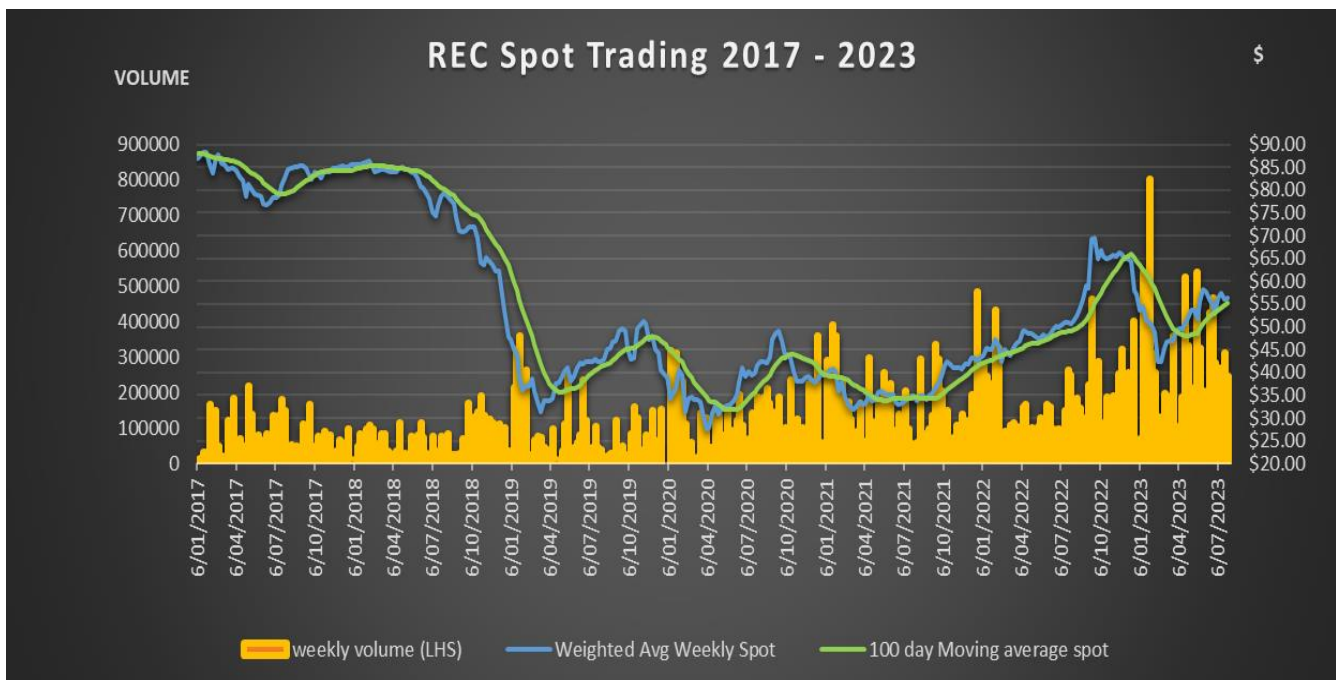
# Renewable Energy Certificates

LGC prices rallied across the curve this month.

Spot trading opened 50 cents higher, at \$55.00, and the market rallied strongly from there. We hit a high at \$58.00 mid-month before selling pressure commenced. The price declined steadily to a low of \$55.00 before the upward momentum resumed, seeing a close at \$56.25 on volume of 1.1 million LGCs.

Calendar 2023 preformed similarly to close at \$58.00 and a \$1.00 gain on turnover of 343,000 certificates.

Calendar 2024, however, added \$1.50 to close at \$53.00. Turnover was reported as 677,000 LGCs. Calendar 2025 rose the most, \$3.25, after opening at \$45.50 and falling to \$41.75 before recovering to a close at \$45.25 on turnover of 723,000 LGCs. Calendar 2026 added \$1.75, finishing the month at \$33.50 on turnover of 350,000 LGCs. Calendar 2027 saw 45,000 certificates trading to a close at \$25.50. This was a rise of \$1.50.



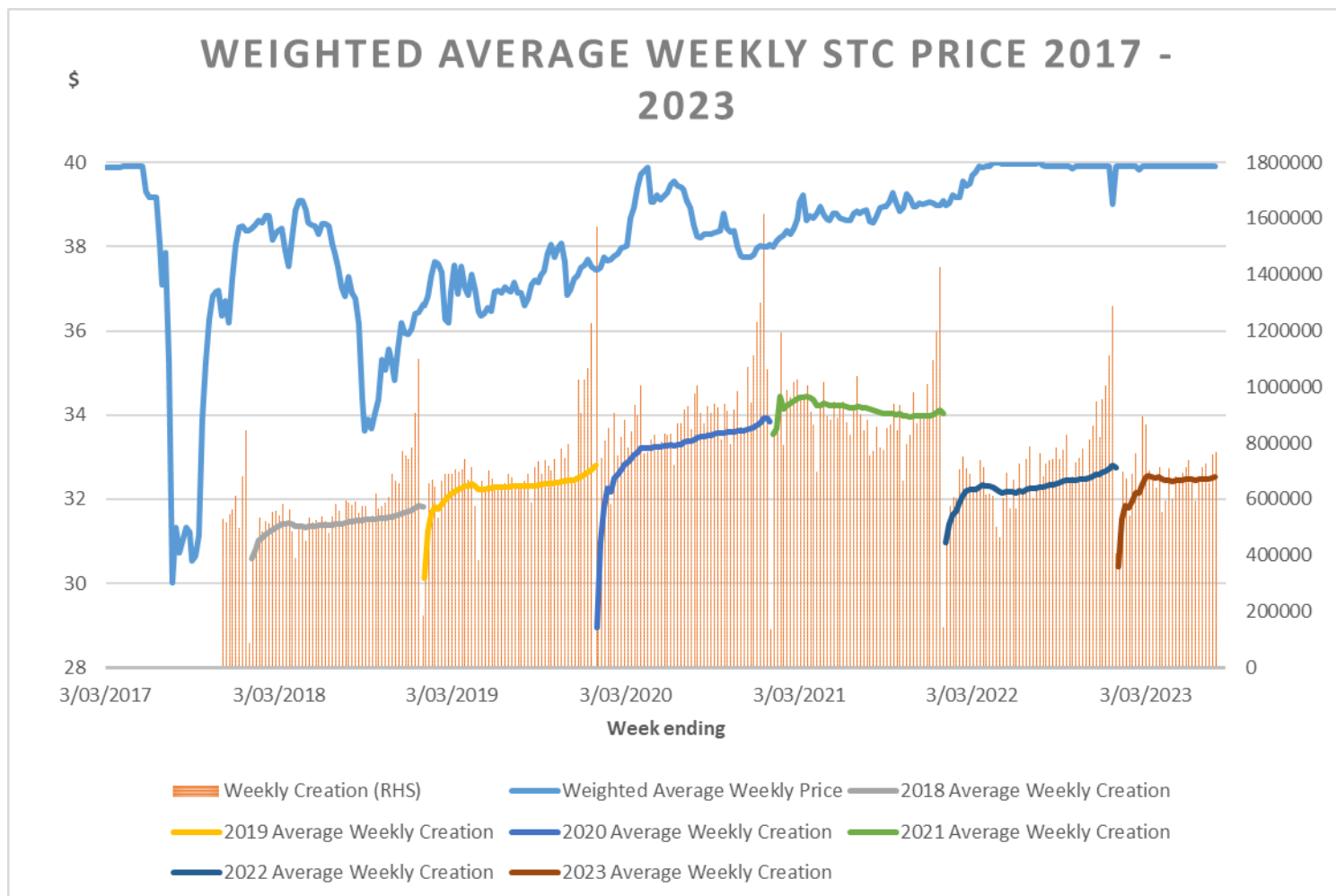
## Small Technology Certificates (STC)

The STC market was unchanged again this month with only one trade reported.

New certificate creation was steady at around 3.0 million in July, still leaving the Registry in deficit to the tune of approximately 3.5 million STCs.

With the clearing house still negative, representing a bid in the market at \$40.00, spot activity remained subdued with only one trade of 10,000 certificates dealing at \$39.90.

In the forward markets 320,000 STCs traded for delivery in August, Septmener, October and December this year. The first three dealt at \$39.90 with december slightly lower at \$39.80.



# VIC VEECs

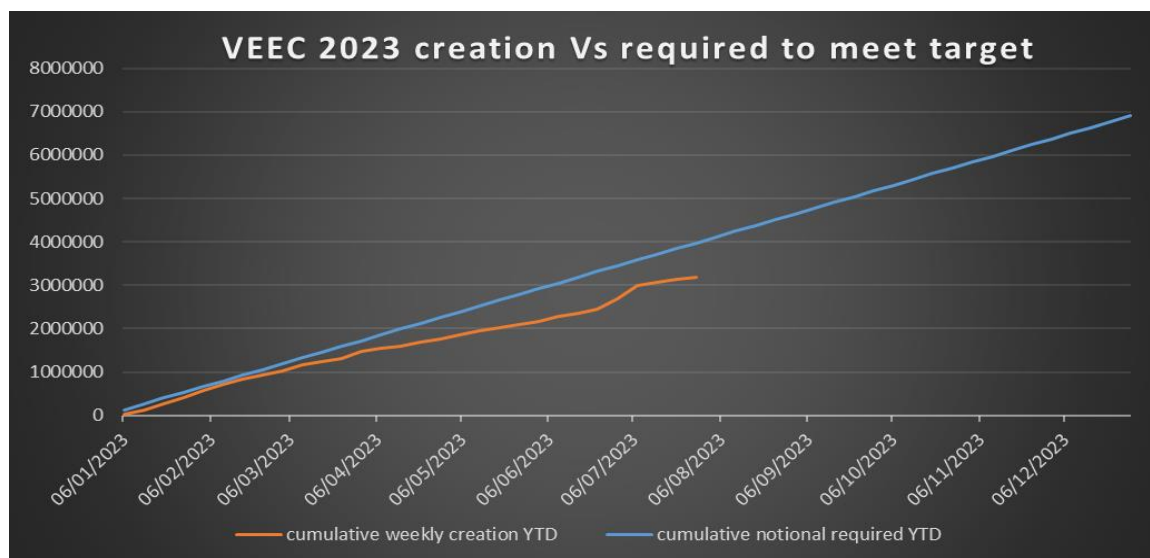
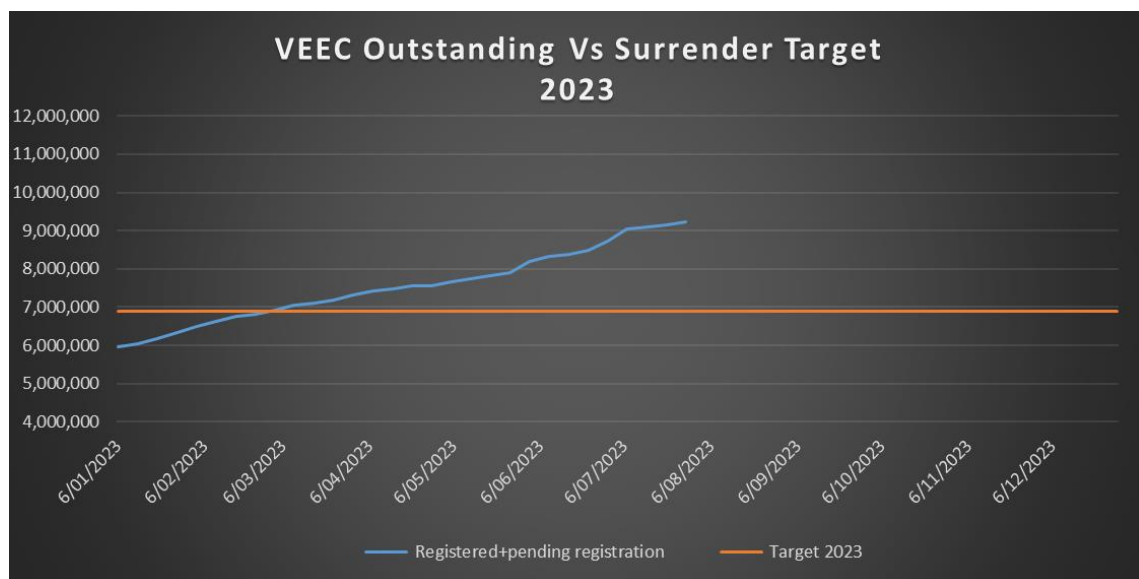
VEEC prices continued to rally this month.

Certificate registration fell to 540,000 in July.

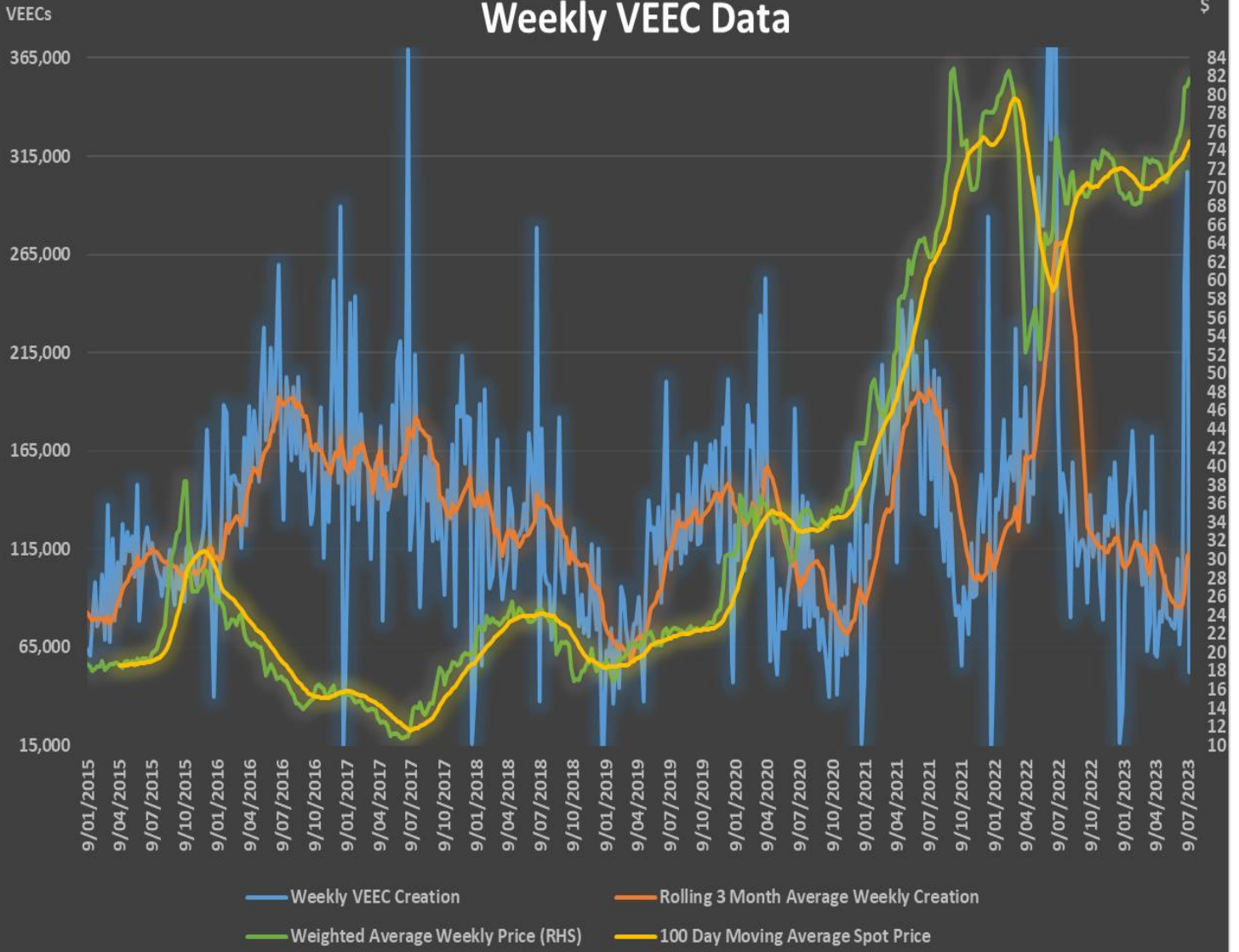
The ongoing low creation numbers for VEECs coupled with an inability to see what methods could generate large numbers of certificates in the future continues to pressure the market higher despite there being a comfortable surplus in the Registry at the moment.

The spot price actually opened \$3.00 lower, at \$79.00. However the next trade was struck \$1.00 higher and the rally recommenced with the price rising steadily throughout the month to close at \$83.45 on turnover of 462,000 VEECs.

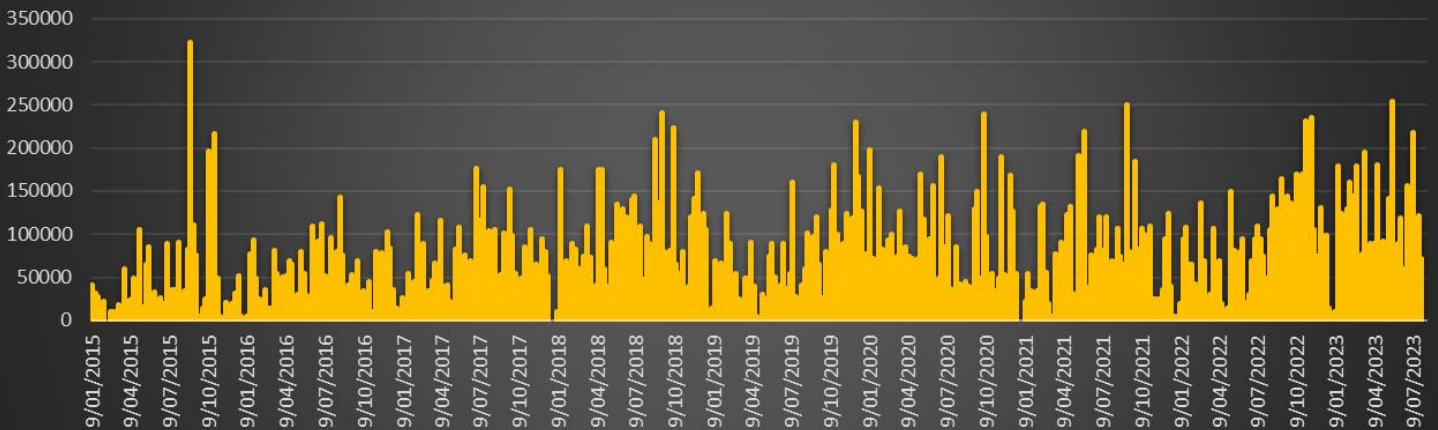
The forward market saw 990,000 certificates trade for delivery from August to December this year. The curve was steeply upward sloping with a cost of carry similar to ESCs at around 8%.



# Weekly VEEC Data



# Weekly Traded Spot Volume



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