



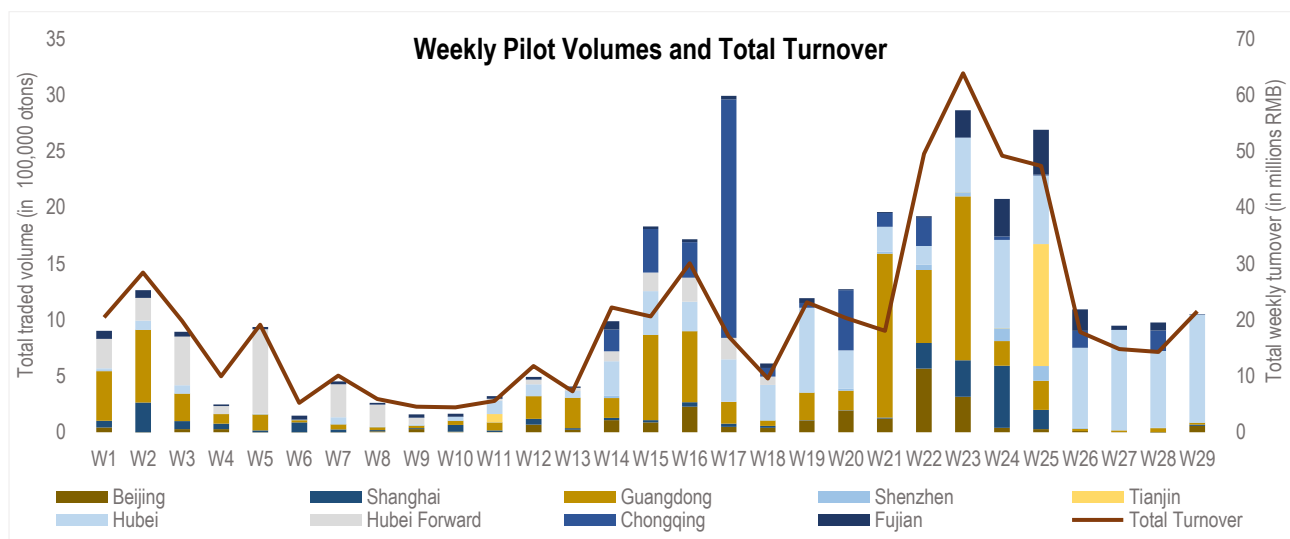
# Weekly Carbon Review

July 31, 2017

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## Summary

Market	Item	Observations
<a href="#">Beijing</a>	Price	Y50.97
	Volume	57,003 tons unprecedented
<a href="#">Shanghai</a>	Price	Y31.50
	Volume	10,200 tons
<a href="#">Guangdong</a>	Price	Y11.64
	Volume	18,346 tons
<a href="#">Shenzhen</a>	Price	Weighted average rises to Y40.60
	Volume	147 tons
<a href="#">Tianjin</a>	Price	Y8.51
	Volume	No trading reported
<a href="#">Hubei</a>	Price	Spot – Y13.15
	Volume	Spot – 958,424
<a href="#">Chongqing</a>	Price	Y1.51
	Volume	2,565 tons
<a href="#">Fujian</a>	Price	Y28.96
	Volume	169 tons
<a href="#">Sichuan</a>	Price	Y10
	Volume	No trading reported on exchange
<a href="#">CCERs</a>	Price	Beijing CCER – Y17.95
	Volume	299,290 tons



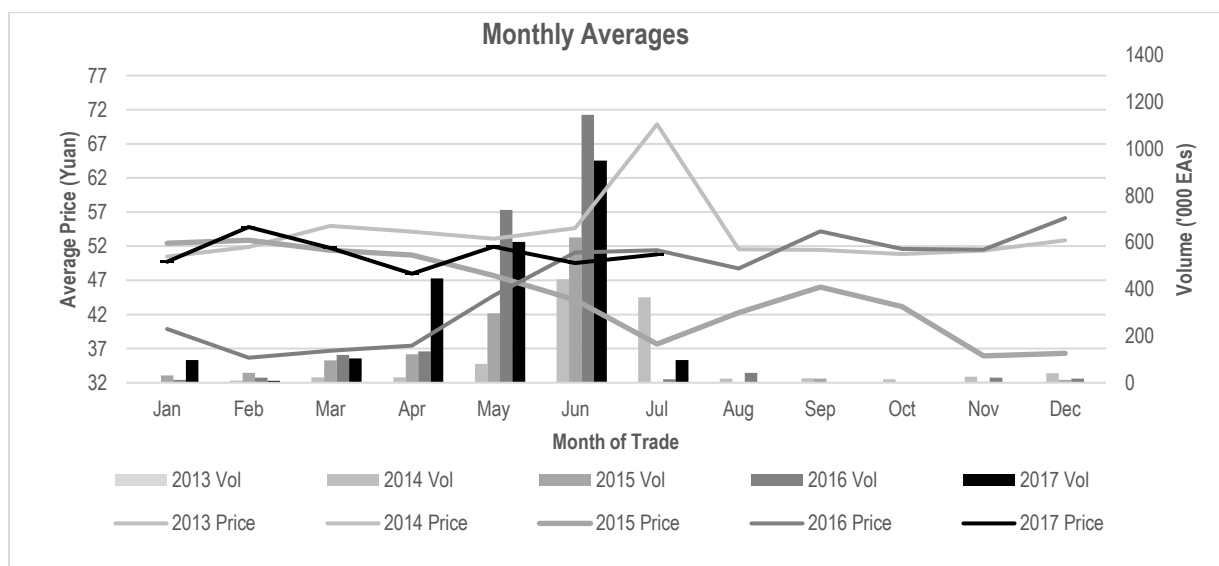
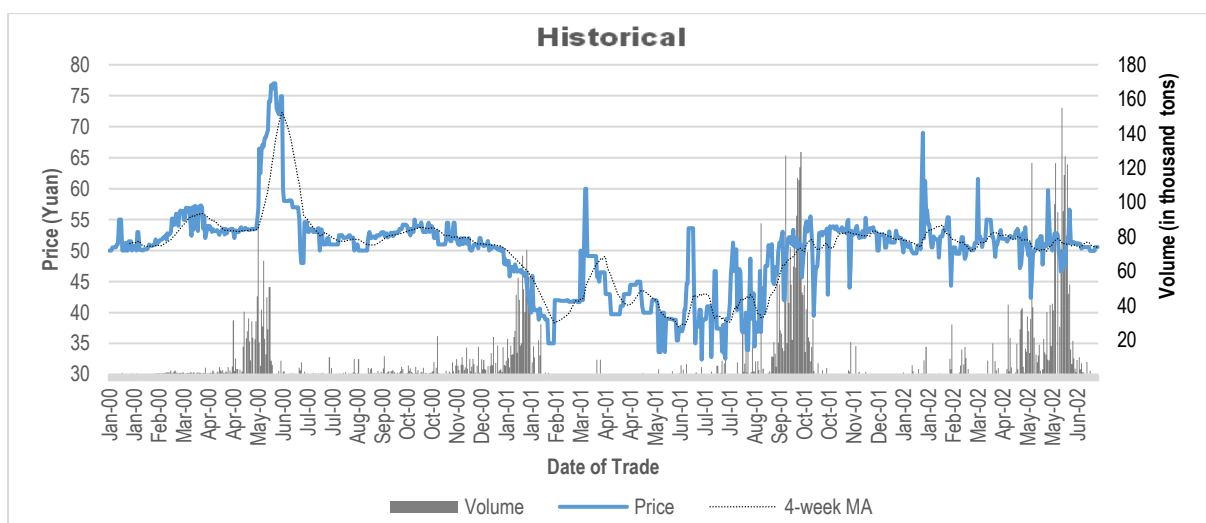
## Allowance Markets

Prices		
Date	Settle	Δ
July 28, 2017	50.97	-
July 21, 2017	50.60	-0.37
July 14, 2017	49.98	-0.99
Spot Volumes		
Date	Volume	
July 24 – July 28	57,003	
4-week average	14,786	
12-week average	130,171	
52-week average	45,920	

### Beijing (BEA)

Traded volumes on the BEAs rose unprecedentedly last week, trading 57,003 tons over the last two days. Despite the leap in traded volumes, prices only moved up by 0.7%, further enforcing their inertness.

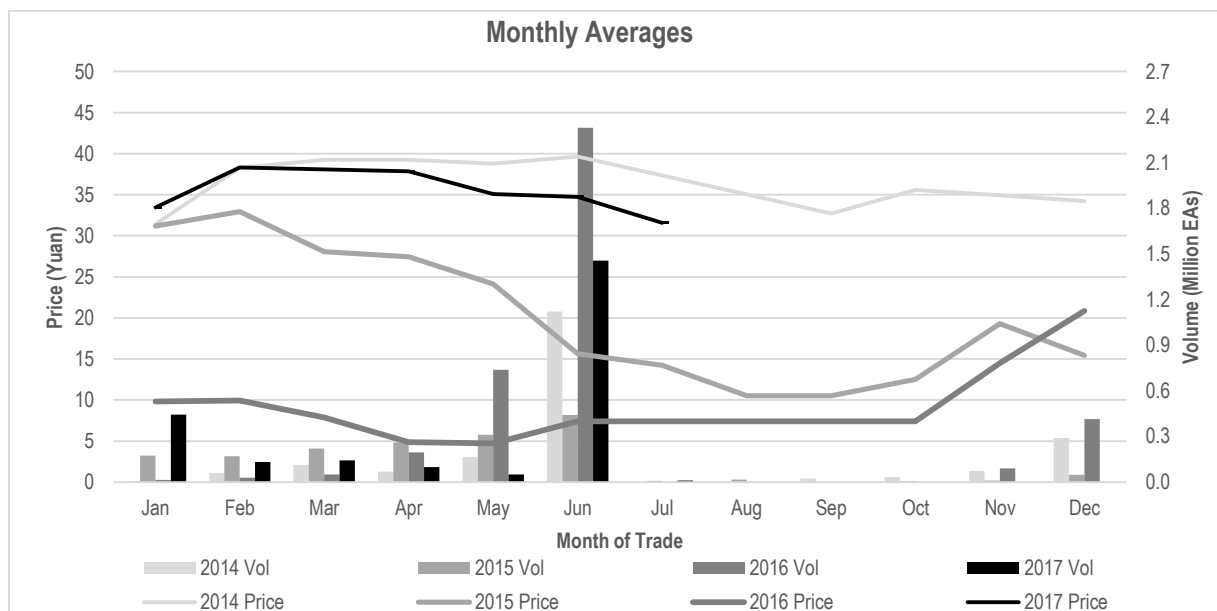
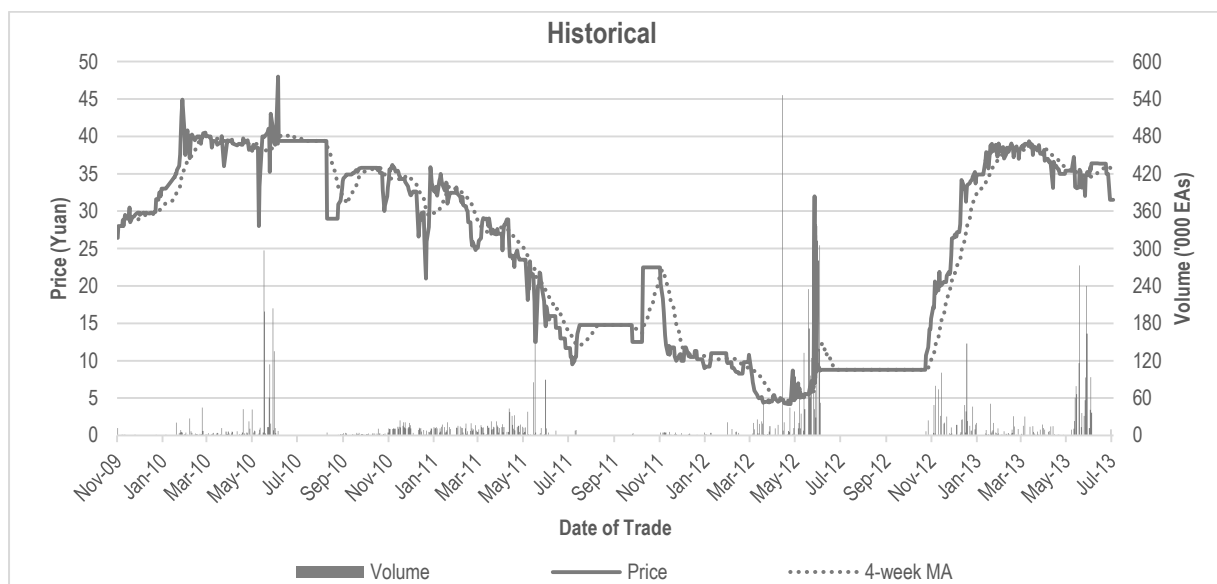
Last week's volume proves that the Beijing market isn't following conventions, although expecting this level of activity early on in a compliance-driven spot market would be optimistic.



Prices		
Date	Settle	Δ
July 28, 2017	31.50	-
July 21, 2017	35.00	+3.50
July 14, 2017	36.36	+4.86
Spot Volumes		
July 24 – July 28	10,200	
4-week average	2,583	
12-week average	122,728	
52-week average	54,584	

## Shanghai (SHEA)

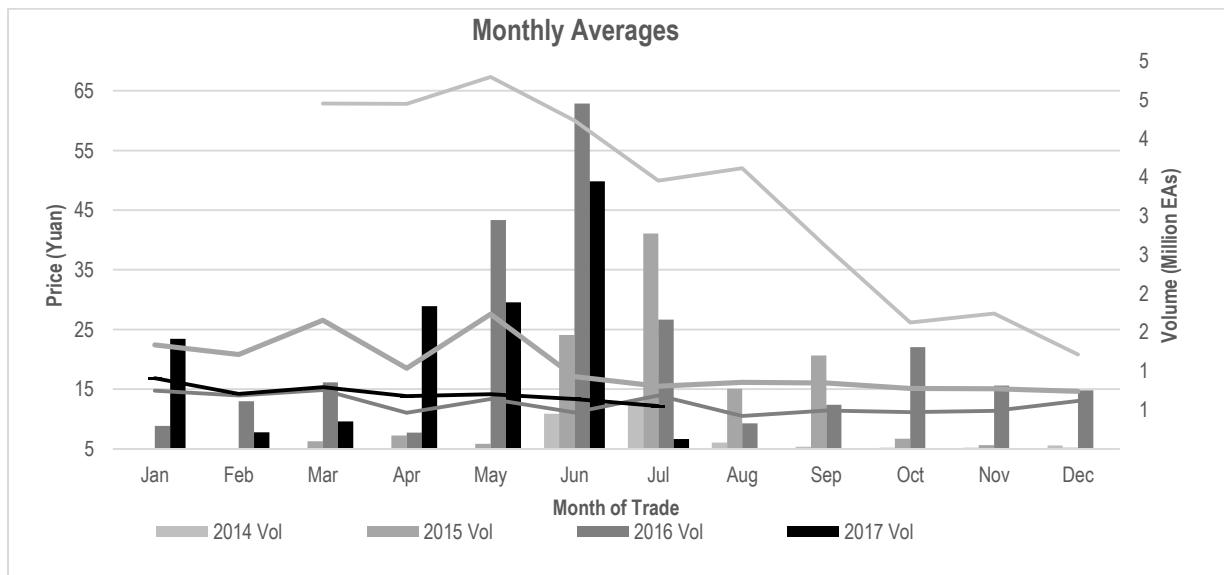
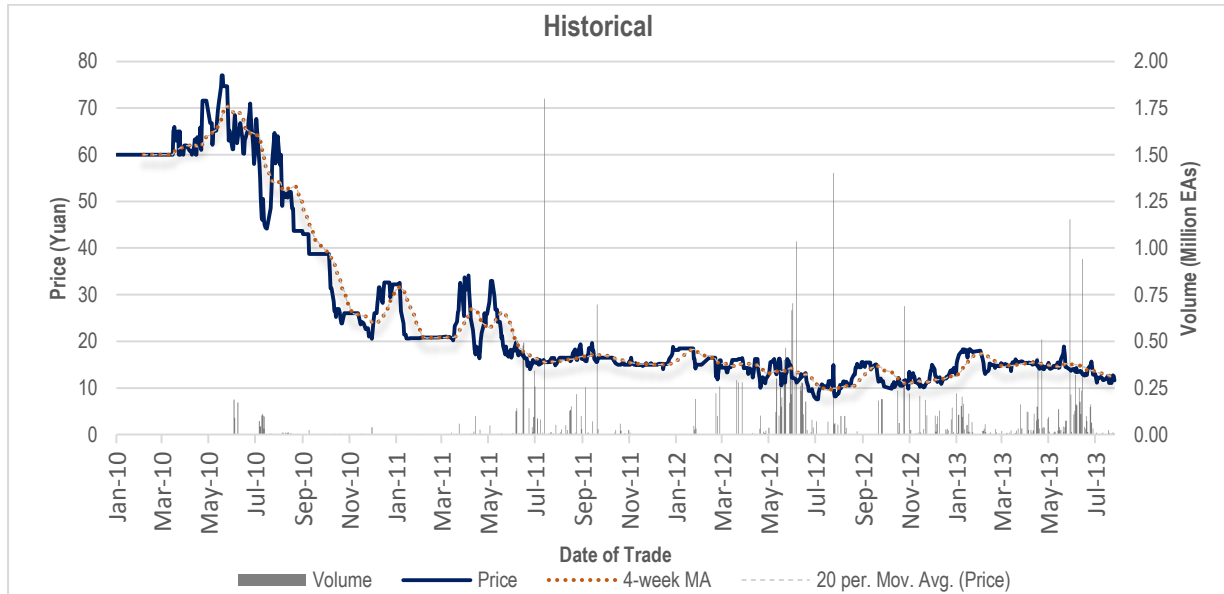
After a particularly dormant two weeks, Shanghai has earned a sudden impetus with the total weekly traded volume adding up to 10,200 tons. Despite intently maintaining prices between Y35-Y37 in the past month, Shanghai has seen a 10% decrease in the price as compared to last week. This week's volume constituted 98.73% of the total monthly traded volume, marking Shanghai's return from inertia.



Prices		
Date	Settle	Δ
July 28, 2017	11.64	-
July 21, 2017	11.08	-0.56
July 14, 2017	11.66	+0.02
Spot Volumes		
July 24 – July 28	18,346	
4-week average	24,749	
12-week average	438,970	
52-week average	280,477	

## Guangdong (GDEA)

GDEA prices have displayed remarkable stability this month, maintaining between the Y11-Y12 range. The market closed at Y11.64, a 5.05 % weekly increase. The weekly volume shrunk to 49.6% of the previous week's volume as the total volume stood at 18,346 tons. For the month of July, the total traded volume in Guangdong added up to 125,011 tons comprising a measly 1.34% of the total volume traded this year.

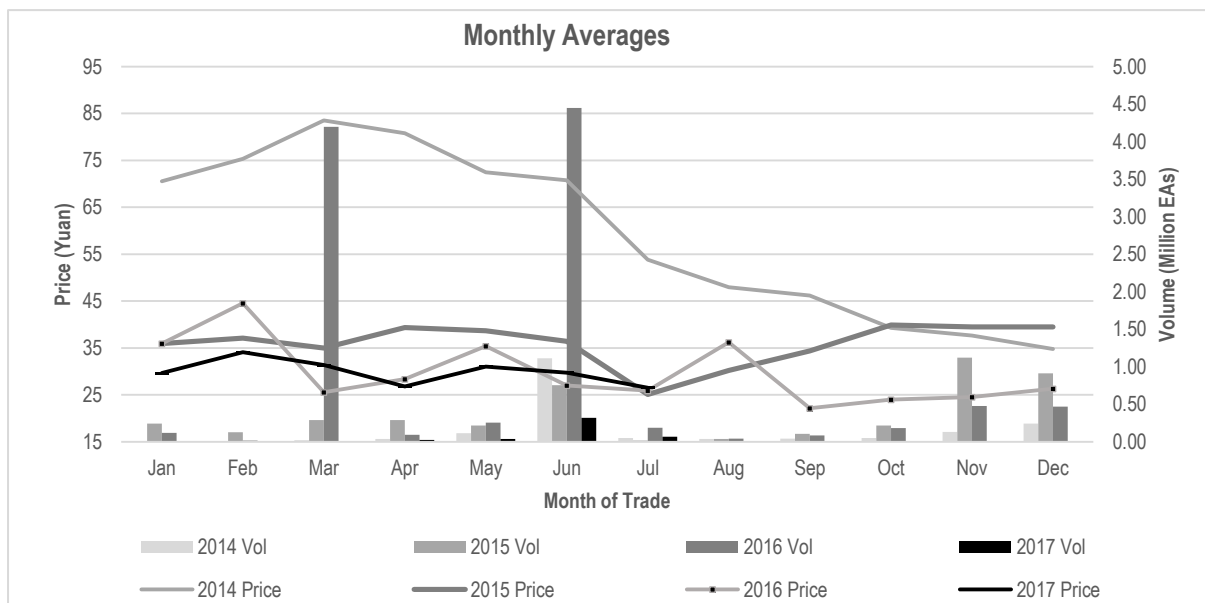
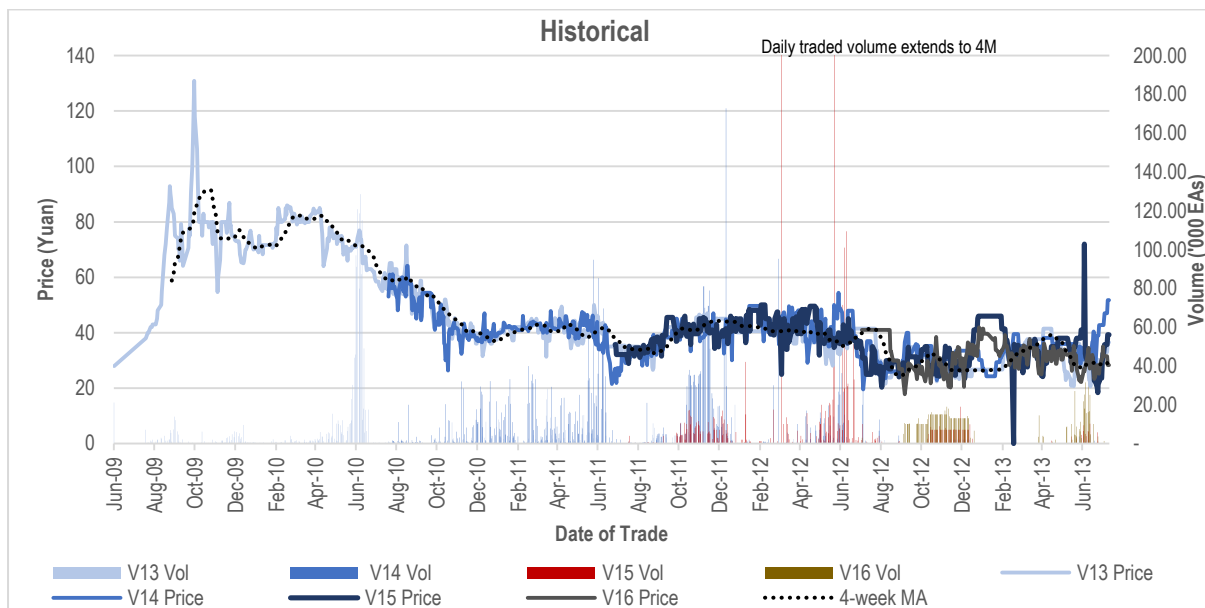


Prices (Volume-weighted average)		
Date	Settle	Δ
July 28, 2017	40.60	-
July 21, 2017	29.51	-11.09
July 14, 2017	21.97	-18.63
Spot Volumes (All vintages)		
July 24 – July 28	147	
4-week average	3,934	
12-week average	34,863	
52-week average	35,094	

## Shenzhen (SZA)

Since the past two weeks, the volume weighted price average in Shenzhen has been on a steep climb as it rose once more by 37.58% last week. This can be attributed to the V14 prices rising as high as Y51.7 after having remained in Y28-Y30 range in the beginning of the month. The total weekly traded volume shrunk by factor of ten this week, mirroring 87.05% decline of the week before.

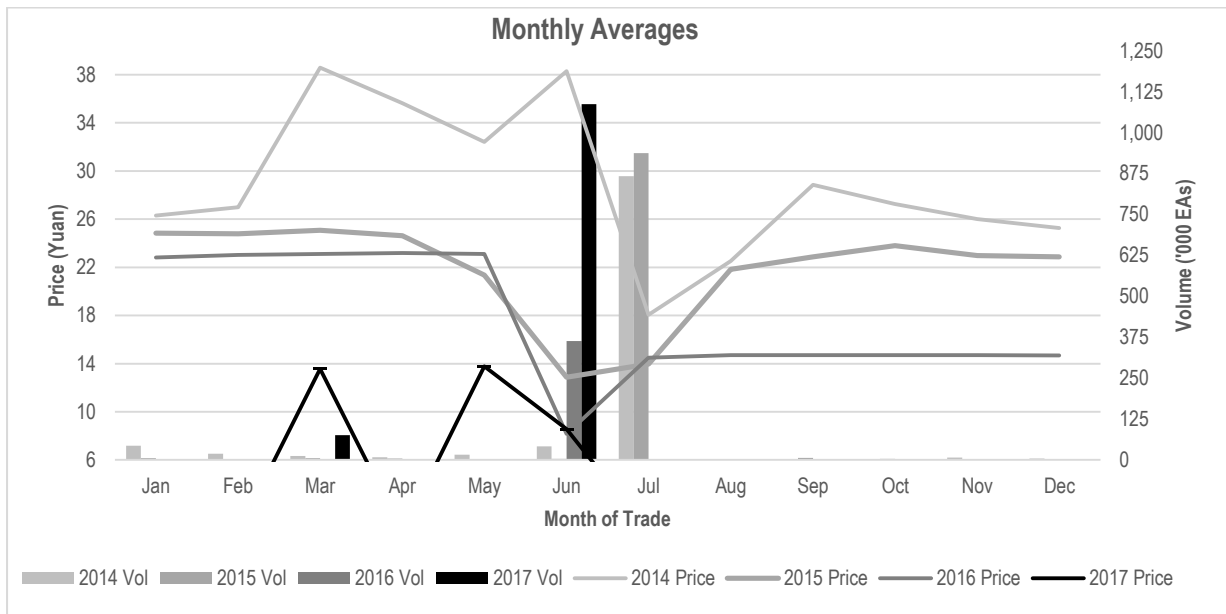
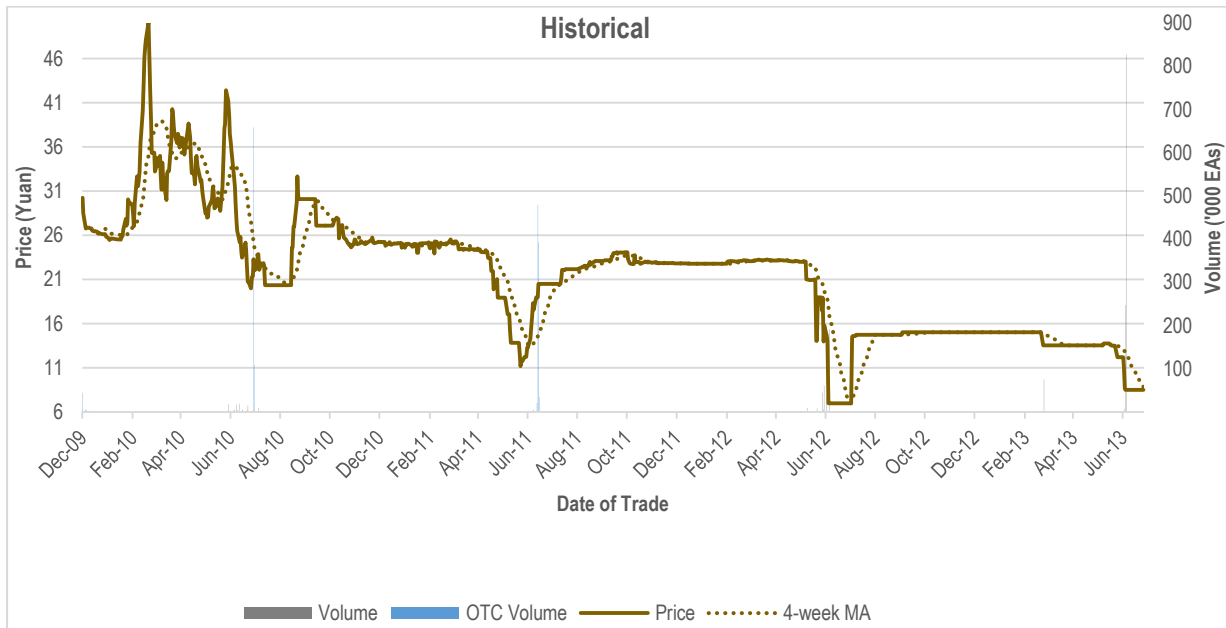
The Shenzhen Emissions Exchange launched trade in V17 allowances on Tuesday, 25<sup>th</sup> July.



## Tianjin (TJEA)

Prices		
Date	Settle	Δ
July 28, 2017	8.51	-
July 21, 2017	8.51	0.00
July 14, 2017	8.51	0.00
Spot Volumes		
July 24 – July 28	0	
4-week average	270,867	
12-week average	90,530	
52-week average	22,364	

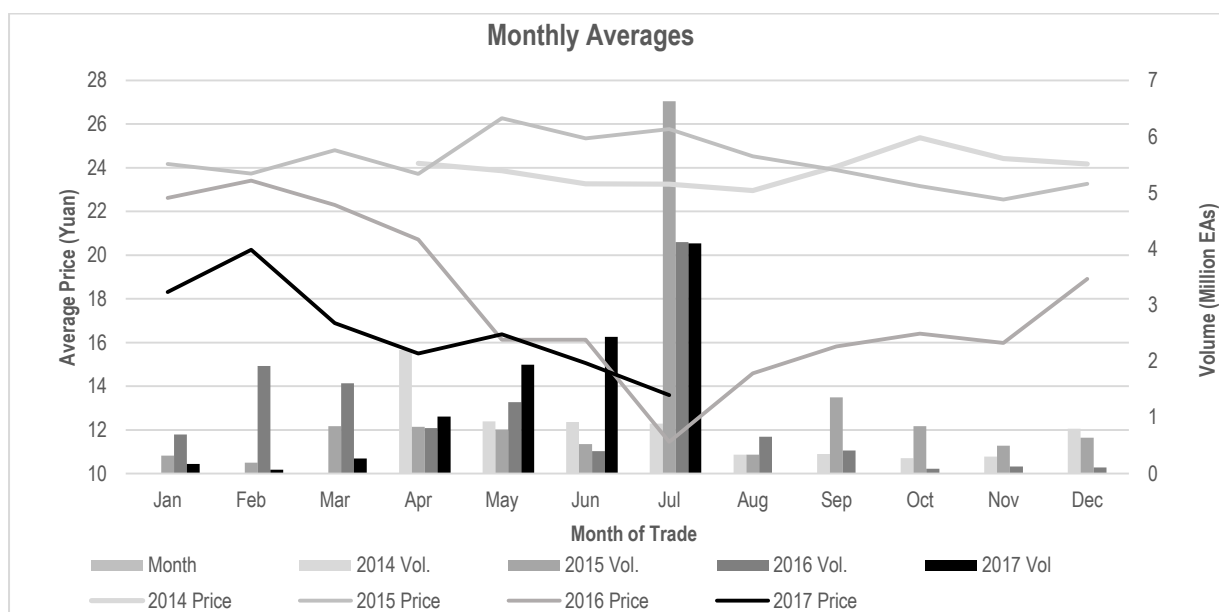
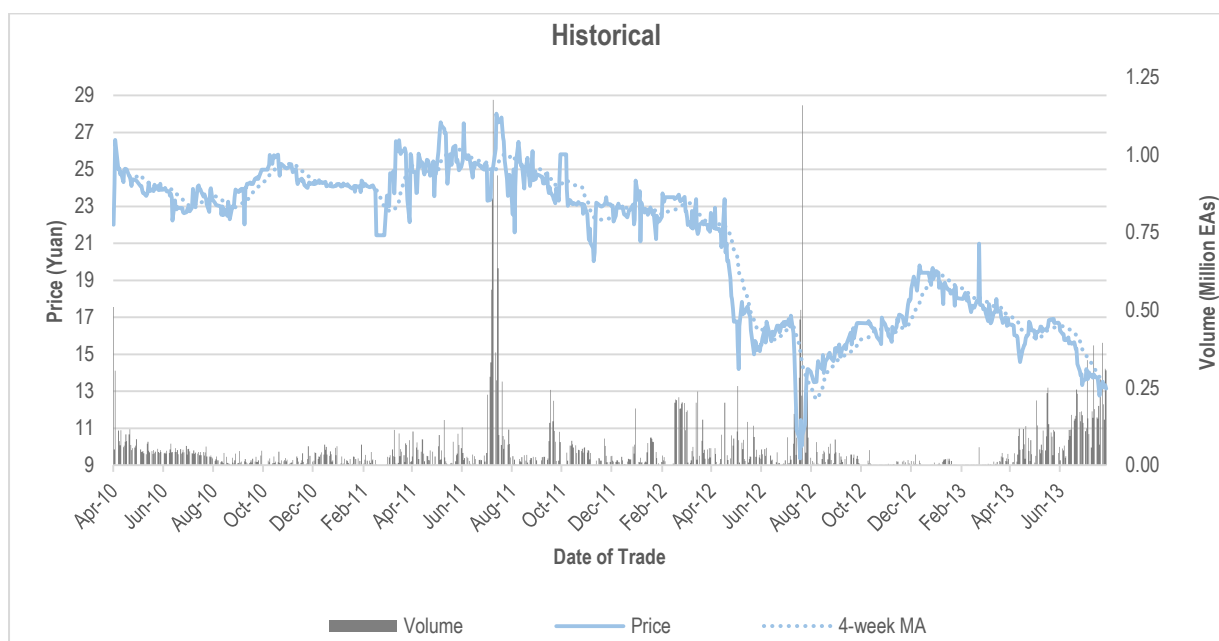
No trading was reported in Tianjin for a fourth consecutive week, as the market remained completely dormant since the end of its compliance. The last activity to be reported in Tianjin was just before its compliance surrender, when it traded over one million tons in a single week.



## Hubei (HBEA)

Prices (Spot)		
Date	Settle	Δ
July 28, 2017	13.15	-
July 21, 2017	13.16	+0.01
July 14, 2017	13.82	+0.67
Volumes (Spot)		
July 24 – July 28	958,424	
4-week average	848,118	
12-week average	670,223	
52-week average	260,364	

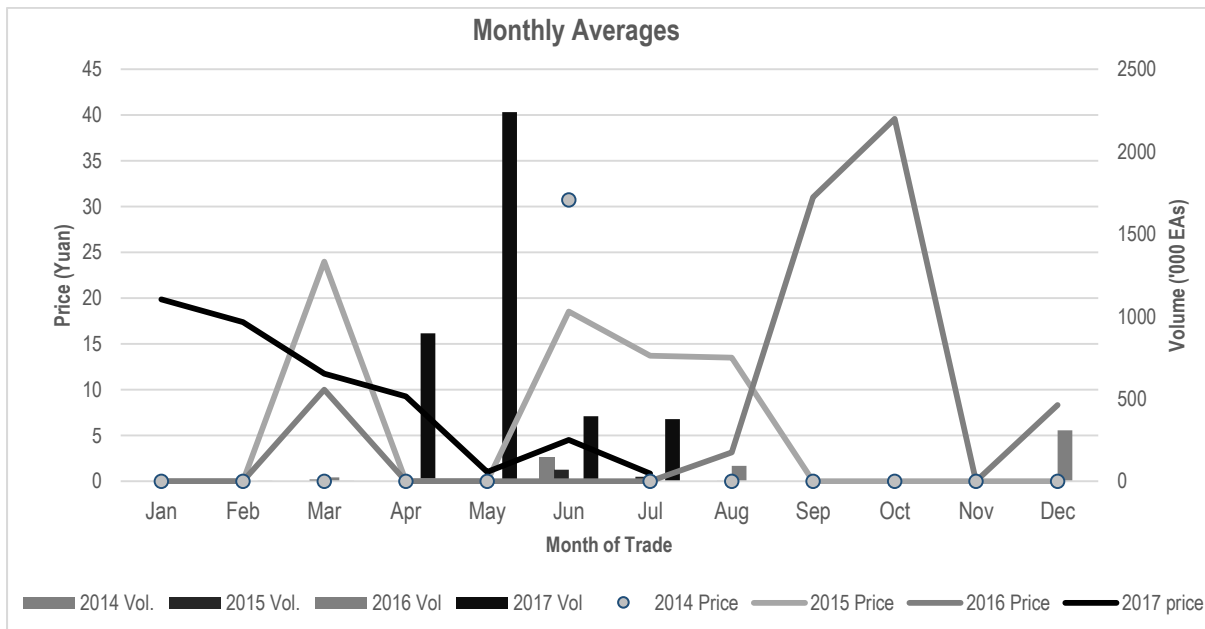
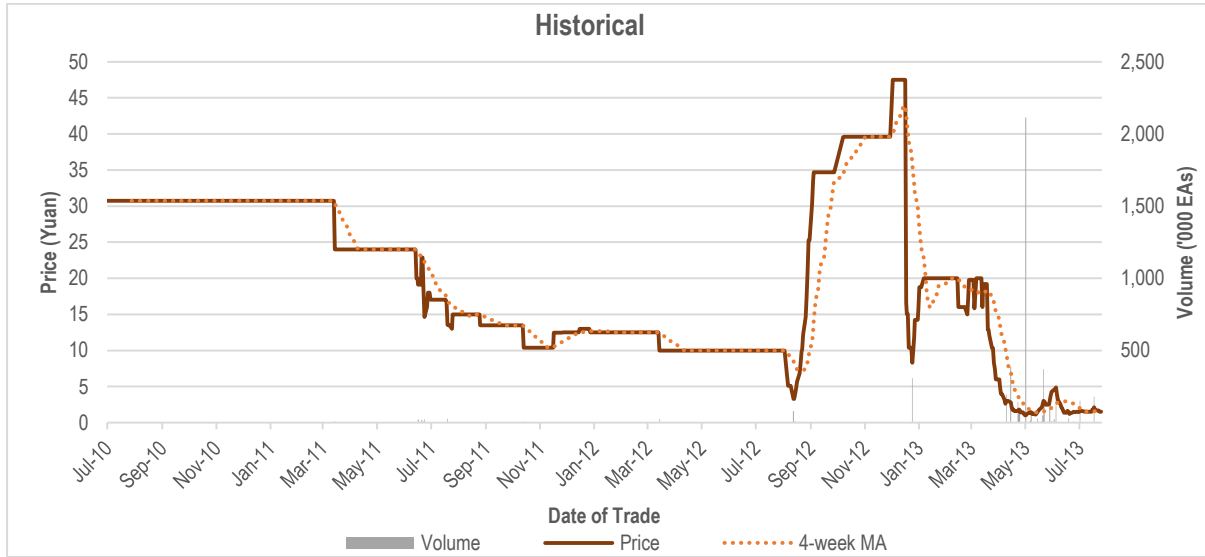
HBEA prices were balanced between Y13.53 - Y13.15 this week with the market closing at Y13.15, closely following the previous week's Y13.16. Liquidity in Hubei stays soaring as the total weekly traded amounted to 958,424 tons. For July, the total traded volume racks up to a massive 4,095,805 tons, accounting for 35.9% of the total volume traded this year. This resembles the previous year's trend when the total monthly traded volume in July comprised of 28.4% of the yearly volume.



Prices		
Date	Settle	Δ
July 28, 2017	1.51	-
July 21, 2017	1.77	+0.26
July 14, 2017	1.50	-0.01
Volumes		
July 24 – July 28	2,565	
4-week average	83,765	
12-week average	295,277	
52-week average	93,200	

### Chongqing (CQEA)

CQEA prices oscillated between Y1.70 to Y1.50 this week as the market closed at Y1.51, a 14.6% week-on-week decline. After trading a massive 183,737 tons last week, Chongqing proceeded to trade 2,565 tons this week, witnessing a mammoth 98.61% decrease as compared to the previous week. Chongqing traded 377,284 tons this month as news of its compliance is still awaited.



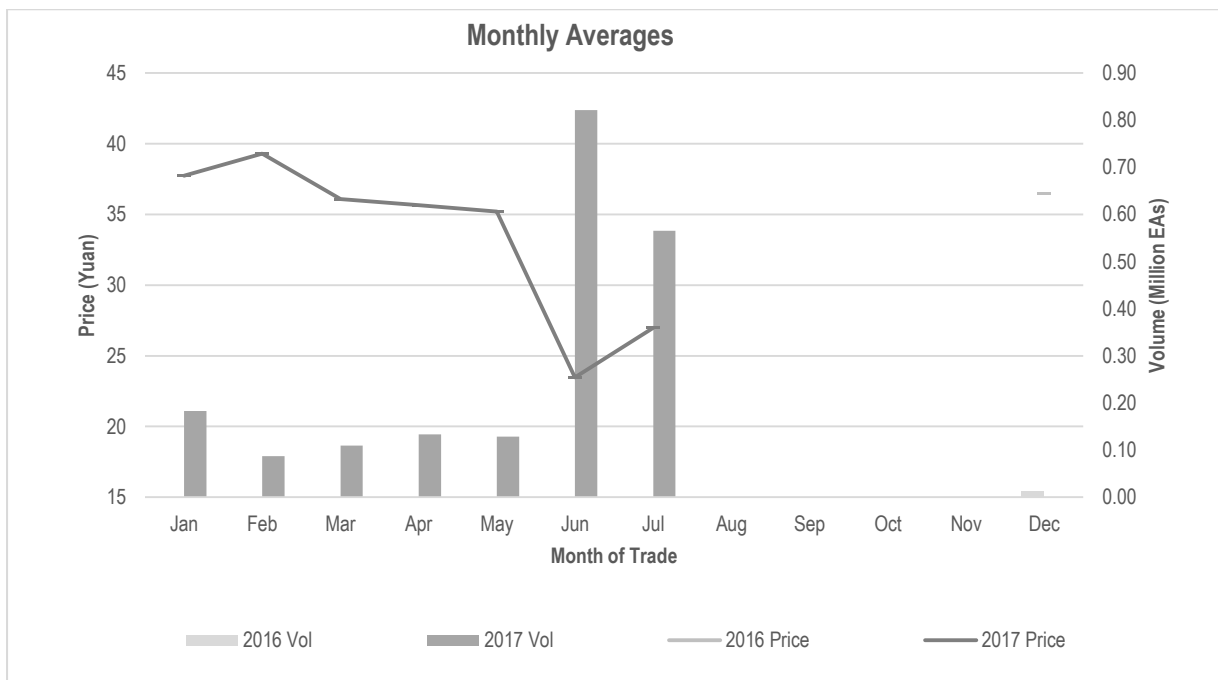
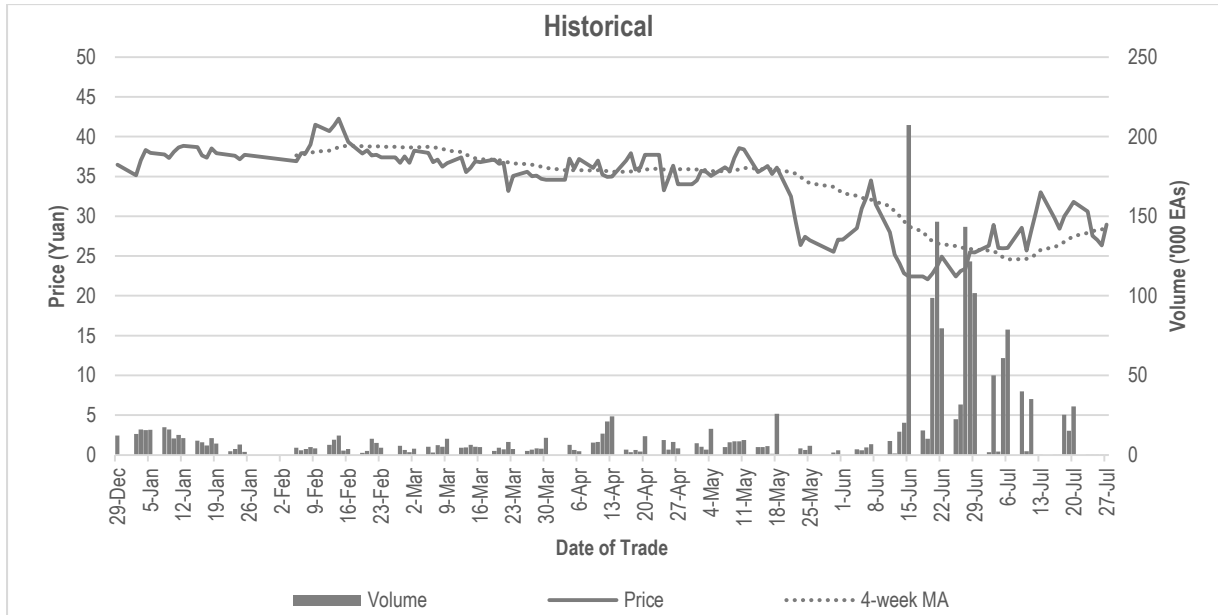


Prices		
Date	Settle	Δ
July 28, 2017	28.96	-
July 21, 2017	31.81	+2.85
July 14, 2017	33.00	+4.04
Volumes		
July 24 – July 28	169	
4-week average	72,603	
12-week average	123,637	
52-week average	-	

## Fujian (FJEA)

FJEA prices violently fluctuated between Y26 –Y30 this week as the market closed at Y28.9, experiencing an 8.96% week-on-week decrease. Liquidity declined massively throughout the week with the total traded volume on Friday accounting for 79.2% of the volume traded this week.

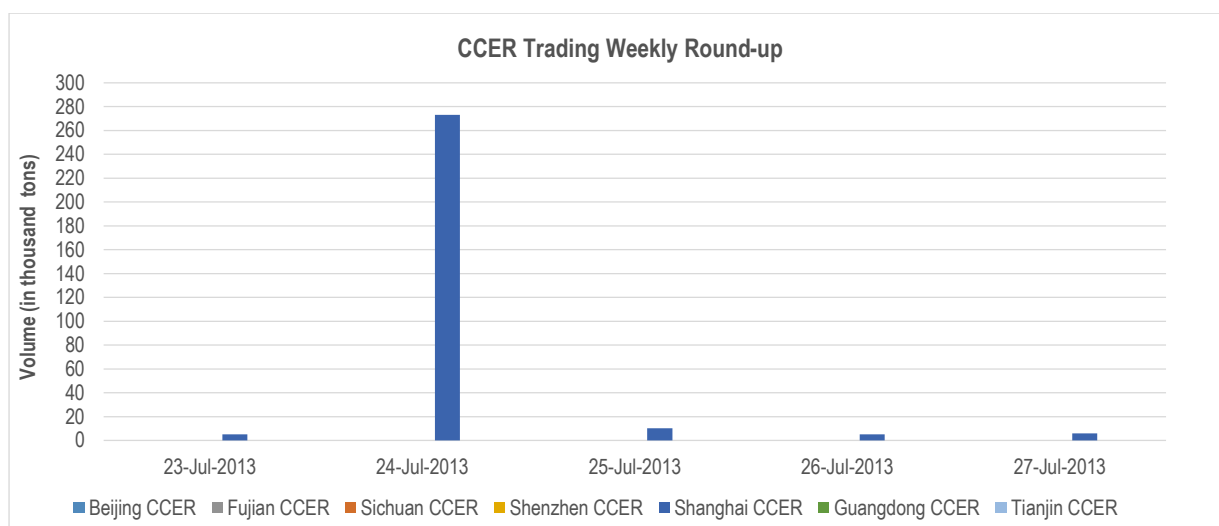
Fujian traded 565,564 tons in July, constituting a hefty 27.8% of the total volume traded in 2017.



## CCERs

CCER	
Pilot	Weekly Volume
Beijing	0
Shanghai	299,290
Guangdong	0
Shenzhen	0
Tianjin	0
Sichuan	0
<b>Total</b>	<b>299,290</b>

The total weekly volume steadily rose by 20.02% as compared to last week. Except Shanghai, all the other pilots including Guangdong, Shenzhen and Beijing failed to register any trades. The majority of the volume was accounted for by a single 273,186 tons transaction.



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