

On Monday the 22nd of March, BlueNext recommenced trading of CERs. Due to the verification mechanism, the exchange guarantees that the credits are not recycled and that it can be used for surrender in the EU-ETS trading scheme.

Europe's benchmark CO2 allowance fell more than 3 per cent to a one-month low over the past week, depressed mainly by industrial selling and flagging prices in energy commodities.

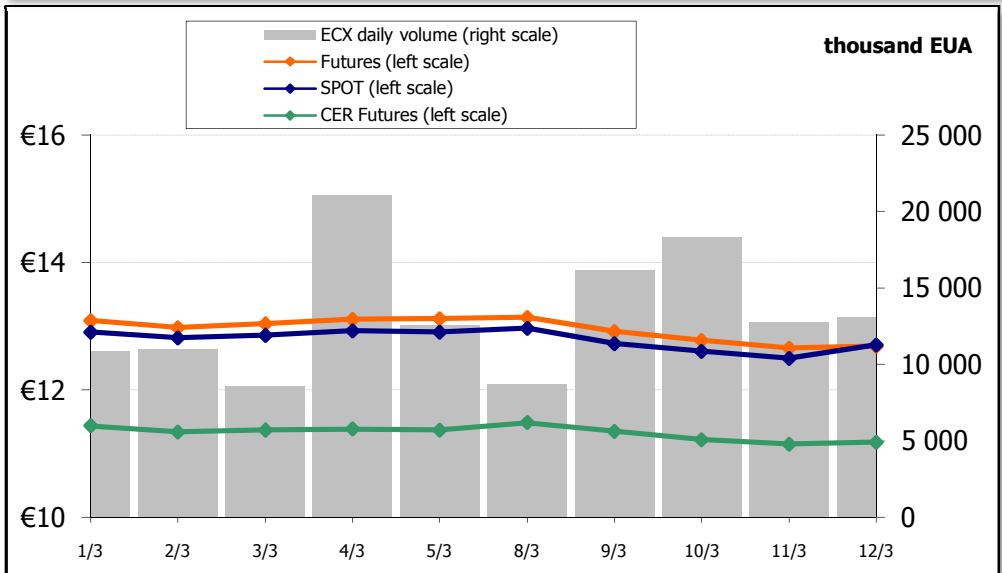
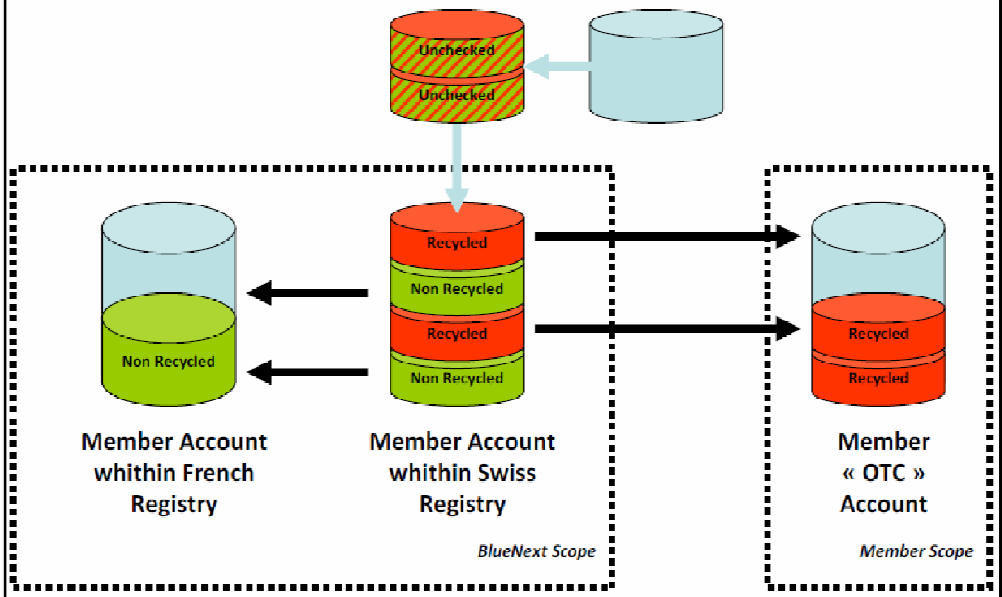
German power for 2011 fell 0.6 percent today to 45.45 euros a megawatt hour, according to prices from brokers on Bloomberg. It fell as low as 45.40 euros earlier today, matching its lowest price for more than a year.

The deadline for verification reports is 31 March, and a few days later the European commission is expected to reveal the emissions data.

Last month, Point Carbon analysts predicted emissions totalled 1,886 million tonnes for companies and factories covered by the EU cap-and-trade scheme last year (including Norway), which is 77 million tonnes lower than the amount allocated. Yet, the market appears to be anticipating a larger drop in emissions for 2009 than what analysts have forecast.

The European Climate Exchange (ECX) has opted to continue a ban

Graph 1 – Illustration of CERs flows



Spot EUA a CER	Price (€/EUA)	Day	Price (€/CER)	Day
Weekly maximum	12.97	22/03/10	11.76	22/03/10
Weekly minimum	12.50	25/03/10	11.40	25/03/10

Source: Pravda Capital, Carbon Warehouse, Bluenext, ECX