

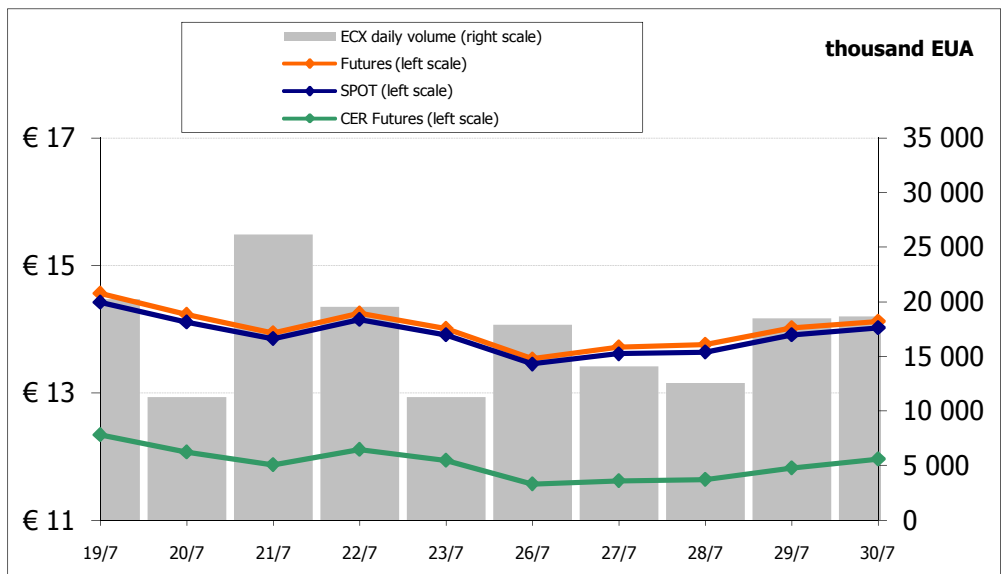
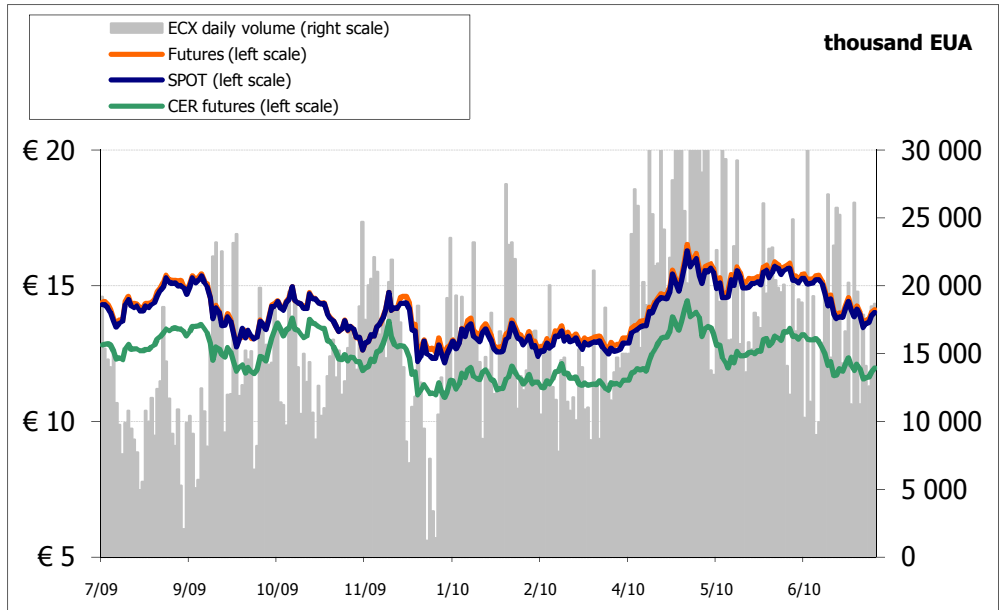
EUA prices have rallied back above €14.00, where they seem set to end the week. Firmer German power prices seem to have been the key, as well as a perception among traders that the market had been oversold in its dive from the mid-€15.00s earlier this month.

The Price of EUA have tumbled by over 10 percent in July. Traders said utilities had slowed selling forward power. This will mean that they do not need so much EUA had to hedge those sales, a trend that helped push prices up to April's 18-month high.

We know already the results of the agreement concluded in June 2010 by Professor Andrzej Kraszewski, Polish Minister of the Environment, and Ms. Connie Hedegaard, the EU Commissioner for Climate Action. Free emission allowances will be granted to the newly built power generation blocks totalling up-to 15 000 MW in Poland.

Several carbon-cutting projects approved under Kyoto's \$2.7 billion Clean Development Mechanism (CDM) have been accused by green groups of intentionally increasing their emissions in order to destroy them and collect more carbon offsets. The roughly 20 projects in question, the most lucrative under the scheme, are mainly in China and India.

Estonia will sell AAU to Spain and Japanese company Sumitomo Mitsui Banking Corporation.



Spot EUA a CER	Price (€/EUA)	Day	Price (€/CER)	Day
Weekly maximum	14,02	30.07.2010	12,01	30.07.2010
Weekly minimum	13,45	26.07.2010	11,64	26.07.2010

Source: Pravda Capital, Carbon Warehouse, Bluenext, ECX