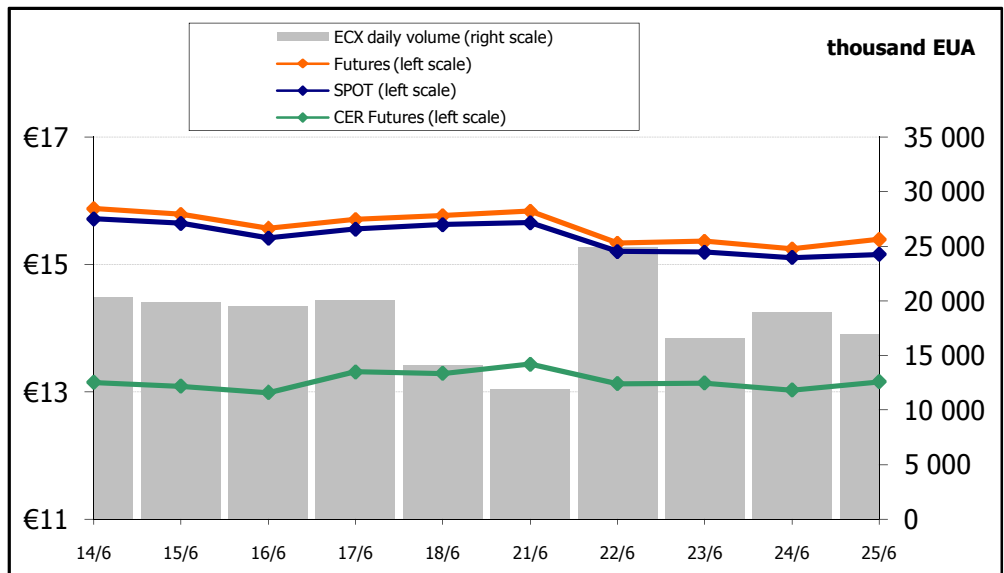
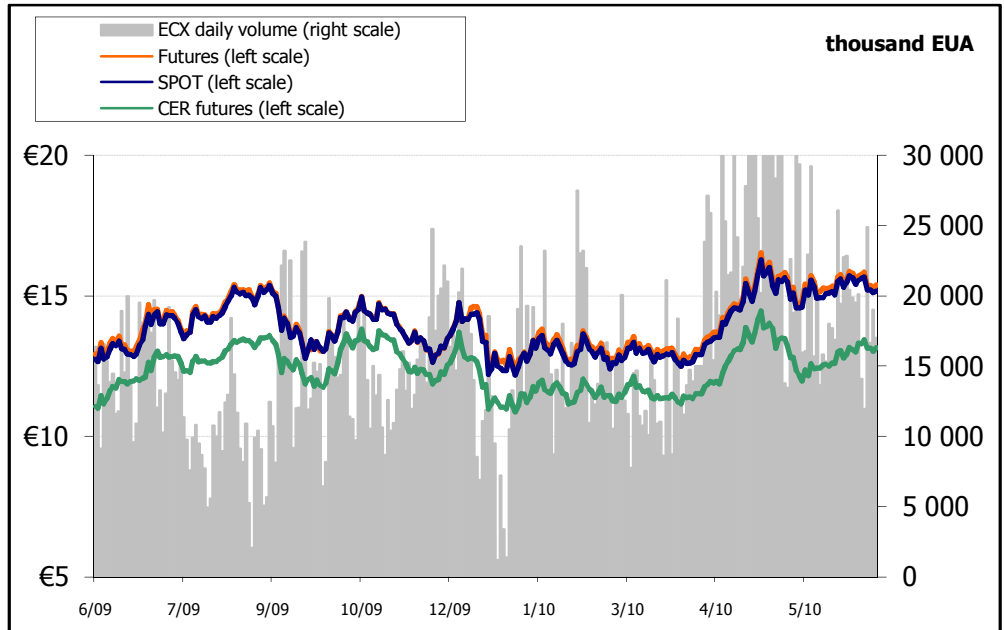


**EUAs have dropped during last trading week in line with weaker power, coal and natural gas, after those gained in an early-week. Trading sentiment is generally flat or slightly bearish.**

There are also some key regulatory decisions in the offing which may have a significant impact on the market: decisions on the EU-wide cap in Phase III and on auctioning regulations, both of which have upside potential. Utility groups have been underlining that sufficient early auctioning of Phase III EUAs is required to avoid a sharp rise in prices, while details on the EU-wide cap might prompt some early purchases in anticipation of a longer-term rise in carbon values. Spark spreads are getting cheap as traders buy power and sell carbon.

The gap between carbon permits in the European Union and United Nations markets reached the narrowest in three months on speculation that the world organization will restrict credits for hydrofluorocarbons. A UN panel meets this week in Bonn to consider limits on how many credits are provided to investors who pay to reduce so-called HFCs, which can trap about 12,000 times more heat per molecule than carbon dioxide, after allegations of misuse.

The Bonn-based environmental group CDM Watch said in a June 14 statement that operators of HFC plants are manipulating emissions to win "bogus credits."



Spot EUA a CER	Price (€/EUA)	Day	Price (€/CER)	Day
Weekly maximum	15.66	21/06/10	13.39	21/06/10
Weekly minimum	15.11	24/06/10	13.00	24/06/10

Source: Pravda Capital, Carbon Warehouse, Bluenext, ECX



Carbon Warehouse is a member of Bluenext exchange from the group of New York Stock Exchange. Compiled using information acquired from Pravda Capital, Bloomberg, ECX, Point Carbon and Bluenext.