



Dear Colleagues,

Carbon Credit Capital is pleased to send you its *Markettracker*, which will provide an edited weekly snapshot of global climate change news.

Market News

Market Developments Tracker

Fortis wins first ever carbon auction in Brazil and acquires 808,000 carbon credits

September 27, 2007

Fortis Bank NV purchased from Sao Paulo, Brazil, 808,000 Certified Emission Reductions (CERs) for over US\$18 M in the first ever auction of its kind in Latin America transacted on a regulated exchange. Sao Paulo obtained the credits from the city's Bandeirantes landfill methane-to-electricity project, and sold them on Brazil's Mercantile and Futures exchange for a price per credit of Eur 16.20. Fortis has broken new ground with this public deal, branching away from a typical purchase of CERs from individual sellers. Benjamin Vitale, Conservation International's Senior Adviser on Eco-System Markets and Finance, highlighted that the deal holds two marks of significance: "The more developing countries' financial services sectors can be trading this kind of asset and commodity regularly, just like they trade soy in Brazil, [and] it enables them to trade other credit like emissions from deforestation...it also helps get out the word about climate change and why it's important for Brazil."

(Source: [Marketwire.com](#), [Forbes.com](#), [CNN.com](#))

Renewable / Alternative Energy Tracker

FPL Group to invest US\$2.4 billion in renewable energy

September 27, 2007

Market Pricing EUA

12/2008 - forward
€21.70

10/02/07 - present
€0.08

9/25/07 - wk prior
€0.08

9/03/07 - mo prior
€0.10

10/02/06 - yr prior
€12.15

*Source: Point Carbon - The prices above are equivalent to one metric tonne of carbon dioxide emissions



US\$2.4 M will be invested by FPL Group, Inc., and its subsidiaries, Florida Power & Light and FPL Energy, to increase solar thermal energy output and to reduce CO₂ emissions within the United States. There will be three investments, the first of which is valued at up to US\$1.5 B for over the following seven years for new solar thermal generating facilities in Florida and California. The second investment of US\$500 M will be used to create a small network to provide enhanced energy management capabilities to its 4.5 M customers. The third investment of at least US\$400 M, will be launched by FPL Energy and aims to be used to create an education program for its customers as well as new products for renewable energy sources. All monies generated from the third stage of investments, will be used to developing more renewable energy capacity.

(Source: Emerging Energy News)

Energy Efficiency Tracker

CO₂ auction plans can help fund energy efficiency programs, tackling climate change, says National Grid

September 27, 2007

The Massachusetts Department of Environmental Protection (DEP) has submitted plans in support of the Regional Greenhouse Gas Initiative (RGGI) to introduce CO₂ allowances auctions in Massachusetts to the National Grid. The National Grid, a company that has already committed to reducing GHG emissions by 60% before 2050, welcomed the plans. The National Grid has roughly 3.3 M customers in Massachusetts, New Hampshire, New York and Rhode Island and has been implementing energy efficiency programs for its customers since 1987. These auctions, as mentioned by Joseph Kwasnik, VP of Environment at National Grid, would be truly beneficial in the effort of tackling climate change if the funds gained from them were to be reinvested into energy efficiency programs across the state.

(Source: Business Wire)

Project Tracker

Simbhaoli Sugars' biomass power project receives accreditation by UNFCCC under CDM Program

October 1, 2007

Simbhaoli Sugar Ltd. Biomass Power Project is an expansion of the Simbhaoli Sugars plant located in Uttarpradesh, India. The Biomass Power Project has been registered under the Clean Development Mechanism of the United Nations Framework Convention on Climate Change (UNFCCC) and will produce 44,682 tonnes of CO₂e per year over 10 crediting years. Simbhaoli Sugar Ltd., in anticipation of the revenues from the CDM sales of the Certified Emissions Reductions (CERs), considers this a fitting project for the company is focused on moving away from sugar and into other segments such as alcohol, ethanol, bio power, etc.

(Source: Simbhaoli Sugar Ltd. Biomass Power Project Press Release)

Policy Tracker

British Columbia to make climate targets law

October 1, 2007

British Columbia, the first of the Canadian provinces to do so, will bring forth new legislation next month to support its climate plan of reducing greenhouse gas emissions by 33 percent below current levels by 2020 and also, to set up a carbon market. In the announcement by Premier Gordon Campbell, apart from the 2020 target, there will also be a target for 2050, as well as legally binding emissions reduction targets established by the to-be-Climate Action Team for 2012 and 2016.

Caps will also be established, therefore promoting a cap-and-trade program that would coincide with the Western Climate Initiative's carbon emissions trading system. The Western Climate Initiative is a coalition of six US states and two Canadian provinces that have agreed to reduce carbon emissions and should have a regional trading system designed by August 2008. This legislation holds significant commitments and will solidify British Columbia's plans with formal, legally binding targets.

(Source: PointCarbon)

Investment Tracker

Former President Clinton concludes third annual meeting of the Clinton Global Initiative by announcing historic levels of commitments and expansion

September 28, 2007

On the third day of the third annual Clinton Global Initiative, the results were in. Clinton Global Initiative members have made 245 commitments, resulting in 170 million acres of forest protected or restored. Commitments were also made to provide better access globally to health care, sustainable incomes, and education. Attendees of this year's meeting included, 1,300 leaders of business, government and nongovernmental organizations representing more than 70 countries, specifically, 52 current and former heads of state, traveling from six continents - as well as those viewing videos posted online.

The following are successes since the first CGI meeting, "More than 600 commitments have been made by hundreds and hundreds of participants...impacting tens of millions of lives and more than 100 countries...20 million tons of greenhouse gas emissions have been avoided, more than 850,000 children under the age of five have received life saving health services..."

There are nearly 30 initiatives relating to energy and climate change, and all them, including those that improve global health, education and poverty alleviation, can be found on the Clinton Global Initiative website at <http://www.clintonglobalinitiative.org/>

(Source: CGI Press Release, Environment News Service)

Conferences

Infocast: Power Assets

New York, NY, 10/1/07 - 10/3/07

Epsilon & CEPS: 3rd Annual European Energy Policy Conference 2007

Brussels, Belgium, 10/9/07 - 10/10/07

Terrapinn: Carbon Finance Asia 2007

Singapore, 10/16/07 - 10/18/07

PGS Energy: Introduction to Carbon Market Trading & Finance

Houston, TX, 10/18/07

Cleantech: Cleantech Forum XIV

Ontario, Canada, 10/23/07 - 10/26/07

IETA, World Bank Carbon Finance, Koelnmesse: Carbon Expo Asia- Carbon Market Trade Fair & Conference

Beijing, China, 10/25/07 - 10/27/07

Point Carbon: Carbon Markets Insights Americas

New York, NY, 10/29/07 - 10/31/07

Please contact Stephen Donofrio at sdonofrio@carboncreditcapital.com with information about additional upcoming conferences you would like us to share with our readers.

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