

14. November 2006, 11:15 a.m., EU-Pavillion, Room 2, Nairobi:

**Side-Event of the German Emissions Trading Association (bvek) at COP12:**

## **How to auction EU-Allowances in the 2nd period of the EU-ETS?**

Several EU Member States have decided to auction up to 10% of their allowances. But none has yet decided for specific rules. As they will influence auction price fixing and by this also secondary market prices and the value of the cost free allocated allowances they have to be considered carefully. We will propose rules, which would reduce unwanted 'windfall profits', and will discuss them with representatives of EU Governments and experts.

### **Programme:**

#### **Auctioning of Allowances in the EU ETS in NAP I and II - Overview on planned Auctions in the EU National Allocation Plans**

Dr. Arthur Pelchen, bvek

#### **Organising the auctioning of 10 % of emission allowances - a proposal -**

Jürgen Hacker, Chairman, bvek

### **Comments by**

Hannah Wanjie, Department for Environment, Food and Rural Affairs, United Kingdom

Krzysztof Olendrzynski, National Emissions Centre (NEC), Poland (t.b.c.)

Kelley Ann Kizzier, Environmental Protection Agency, Ireland (t.b.c.)

Dr. Tibor Farago, Head of Department, Ministry for Environment and Water, Hungary (t.b.c.)

Further invited governments are: Italy, Netherlands, Lithuania, Austria, Luxembourg

### **Public Discussion**