

Auctioning in Phase II NAP – UK Response to BVEK Presentation

- UK keen to work with other member states on auctioning in Phase II – want to develop best practice and learn from each other;
- UK will auction 7% allowances plus surplus New Entrant Reserve and allowances from closures;
- Interested to learn of your proposals for auctioning rules to reduce unwanted windfall profits;
- Particularly interested to hear more about your proposal to restrict participation to "plant operators" – please explain the rationale behind this proposal;
- UK wants to move towards more auctioning in future phases to ensure a more efficient allocation - welcome Commissions indication that future for auctioning will be discussed as part of the Review of the Directive;
- Important that learn from auctioning experience in Phase II