

SO₂ Markets – May 2009

Monthly Market Update

evomark	END OF MONTH SETTLE	MONTHLY AVERAGE
04/31/09	\$67.00	\$62.67
05/29/09	\$70.00	\$69.55

Market Activity » Allowances

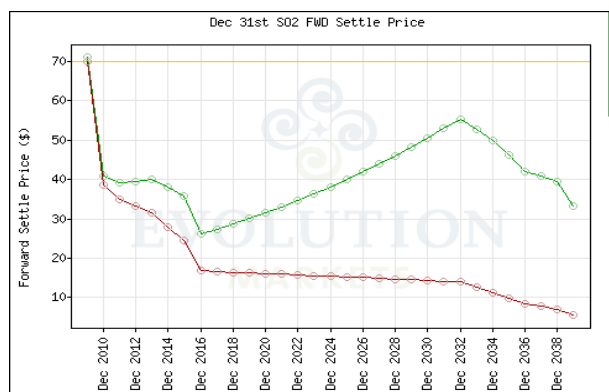
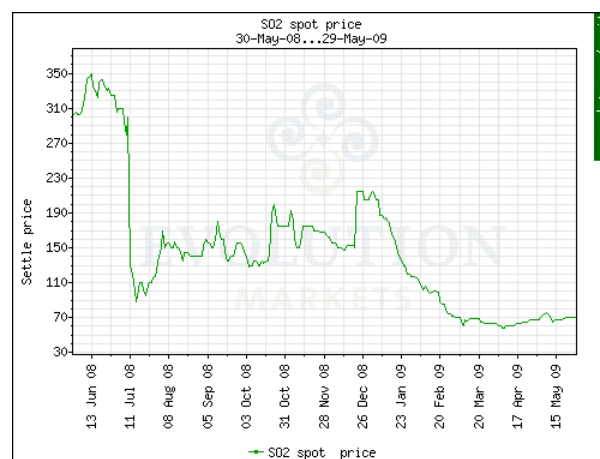
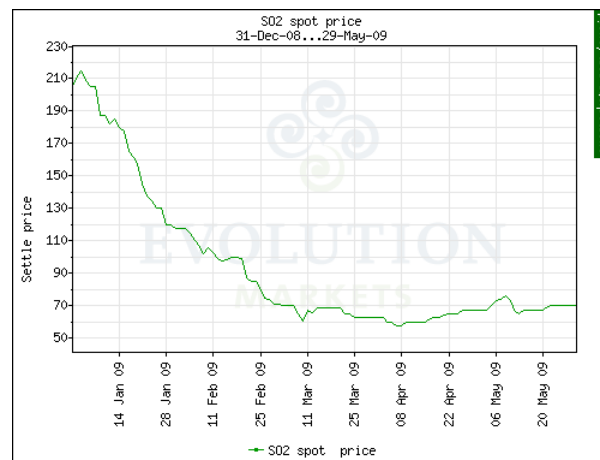
The SO₂ allowance market is still hampered by regulatory uncertainty and low electricity demand with year-on-year Q1 demand down 25%. The reduced demand contributed once again to allowances trading in a narrow range throughout May, with a low trade of \$62.00 and a high trade of \$77.50. Volume was light at 90,000 tons trading. These prices reflect slight changes from last month's levels; with most of the buy-side interest from end user utilities.

There was only one trade in SO₂ options in May. A Dec'09 \$50.00 Put traded at \$7.50. SO₂ option volatilities contracted and are now in the 90% range.

▼ TERM	▼ BID	▼ OFFER
2009	\$67.00	\$72.00
2010	\$35.00	\$45.00
2011	\$33.00	\$43.00

Market Activity » Options

▼ TYPE	▼ TERM	▼ STRIKE	▼ EXPIRY	▼ BID	▼ OFFER
call	2009	\$100.00	12/15/08	\$7.00	\$10.00



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