

Background and parameters of the tender with subject Supply of European Union Allowances for Phase III of the European Union Emissions Trading System, Delivery 1: Pricing period 01/02-19/02/2015

This tender is organized for the purposes of Public Procurement Procedure 110-105-15/01.12.2015 and in accordance with CGME3's Electronic Tender Rules.

CGME3 needs to purchase approx. 4.1m EUAs for its 2015 compliance needs.

Purchases will be divided in four deliveries over the period February – mid April of the current year. A separate tender will be held for each delivery.

The structure of the current tender is summarized below:

Tender Date:	29 January 2016 10:30 GMT/11:30 CET/12:30 BG time
Quantity:	1,200,000 EUAs
Reference price:	Volume weighted average clearing price on EEX primary auctions (product code T3PA) during the Pricing Period
Pricing period:	01/02/2016 – 19/02/2016
Bidding subject:	Participants will bid for the commission they will charge on top of the Reference Price
Payment:	2 Business days after the end of the Pricing Period: 23/02/2016
Delivery (D):	2 business days after receipt of payment

Reference price

The EUA purchase price will be based on the weighted average EEX primary auction price during the Pricing Period. The winner of the tender shall send a calculation report to CGME3 on the last day of the Pricing Period.

Trader's fee

The counterparties will bid for a commission in euro cents above the Reference Price (the Unit Fee).

Criteria for winning the tender

The lowest bid wins the tender subject to confirmation by both sides. If there is no active bidding after submission of Preliminary Offers, the Contract Authority reserves its right to cancel the tender.

Delivery & Payment

CGME3 will pay 100% of the delivery value calculated as 1,200,000 EUAs X (Reference Price + Unit Fee) up to 2 business days after the last day of the Pricing Period.

The winner of the tender will deliver the EUAs 2 business day after receipt of payment.