



FOR RELEASE

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CE2 Carbon Capital and Dogwood Carbon Solutions Partner with Missouri Landowners to Generate High Quality Carbon Offsets from 300,000 Acres of Forest

'Red Fern' Project to Help Private Landowners Monetize and Conserve Their Forestry Assets

SAN DIEGO, CA, January 15, 2010 – CE2 Carbon Capital, one of the largest investors and owners of U.S. carbon commodities and carbon emissions reduction projects has partnered with Dogwood Carbon Solutions, a developer of agriculture and forestry based conservation projects based in Columbia, Missouri to develop high-quality carbon offsets from over 300,000 acres of privately-owned non-industrial forest in the Ozark mountain region of Missouri and Arkansas.

One of the first programs of its kind, The Red Fern Project (Red Fern) is tailored to help private landowners monetize their forest attributes to create new revenues, by implementing sustainable forestry management practices without requiring up-front investment. CE2 Carbon Capital will fund the rollout of the program and provide forestry management support for landowners. The high-quality offsets generated from Red Fern are expected to be sold over time to companies that purchase carbon offsets to mitigate their greenhouse gas emissions. The landowners will share in the value that can be captured through the monetization of these credits.

Milo Sjardin, Director at New Energy Finance, a market research firm, said, “We are starting to see the attention shifting towards forestry as a key tool that can reduce carbon emissions in a cost-effective manner. In the U.S., forestry projects comprise nearly 50 percent of practically achievable emissions reductions amongst sectors likely to remain outside carbon trading regimes. In the light of California’s plans and a potential federal cap-and-trade programme, this sector therefore creates significant opportunities for investors.”

“Although working forests have significant potential for carbon offset generation, private landowners may not possess the economies of scale or expertise required to make a project feasible,” said Greg Arnold, President of CE2 Carbon Capital. Mr. Arnold added “Red Fern is another important step in the growth of the pre-compliance carbon offsets market in the United States because puts in place a viable system to leverage a majority of forestry assets for environmental benefit..”

“We are excited to offer landowners a program that provides carbon market expertise, forest management services and attractive financial incentives to assist in meeting their goals of good forest stewardship,” said Jake Davis, Managing Partner of Dogwood Carbon.

Red Fern was named Deal of the Year 2009 by *Energy Risk Magazine* in a ranking of the top deals showcasing how innovation and intellect is driving the carbon markets forward.

About CE2 Carbon Capital

CE2 Capital Partners through its CE2 Carbon Capital joint-venture with energy private equity investor Energy Capital Partners is building a portfolio of carbon assets in North America. CE2 Carbon Capital finances and develops projects across North America that reduces greenhouse gas emissions (“GHG”). It is also a leading investor in carbon offsets and renewable energy credits created by such projects. Our sectors of interest include carbon offset production from landfills, coal mines, forests and agriculture, among others. CE2 Capital Partners was named 2009 US Emissions House of the Year by Energy Risk Magazine. www.CE2capital.com

About Dogwood Carbon Solutions

Dogwood Carbon Solutions is a landowner agency providing access to the emerging greenhouse gas emission market for farmers and forest landowners of all sizes. Dogwood Carbon is committed to linking conservation-minded landowners with available economic incentives in order to meet the goals of improved land management and ecosystem health. Thus far, Dogwood Carbon has developed carbon projects on nearly 200,000 acres of private land focusing on improved forest management, afforestation and grassland restoration projects in the Midwest and Southern United States. www.DogwoodCarbon.com

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