

3).Conversion Technologies: Cellulosic ethanol produced via microorganisms is the most talked about next-generation biofuel technology, and new technologies will compete for dominance over the next few years.

Since cellulose is found easily in energy crops and plant waste, if we can crack the code of cellulosic conversion, feedstocks will get cheaper. Since different geographies have different cellulosic feedstock specialties, the best technology could also give weight to one region (U.S., Europe, Brazil, China) over another.

4).Fuel Prices: See graph below.

Impact of crude oil prices on economic-replacement potential of biofuels

