

STAKEHOLDER MEETING ON OPTIONS FOR STRUCTURAL MEASURES TO STRENGTHEN THE EU EMISSIONS TRADING SYSTEM – PANEL ON INCREASING THE TARGET

Meeting on 1 March 2013

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OVERARCHING VIEWS

- Carbon market report is only a first step towards a comprehensive assessment
- CEMBUREAU strongly opposed to any change to the ETS in phase III
- No multiple reforms – legal predictability and stability is a must !
- All option concentrate on short term carbon price – i.e. the consequence not the root of the problem
- Need for an integrated approach for POST 2020: climate change, energy, resource efficiency and...**industrial policy**

THE ETS MAKES THE MINUS 30% CONDITIONAL...

Recital 3 & Article 28 - European Council made the move conditional to an international agreement

Within 3 months of signature of an **INTERNATIONAL AGREEMENT** leading by 2020 to **MANDATORY REDUCTIONS** of GHG **EXCEEDING 20%** compared to 1990 levels

EC to submit a **REPORT** assessing implications of international agreement and **OPTIONS** in order to move to the more ambitious 30% target in a **BALANCED, TRANSPARENT AND EQUITABLE WAY**



INTERNATIONAL AGREEMENT ...

To be undertaken with a view establishing a

- Global crediting scheme which differs from bilateral agreements
- Comparable methodology to measures
- Equally strong reduction targets
- Cover a critical mass of emitting countries (for each sector)

CONCLUSIONS

ANY CHANGE TO REMAIN CONDITIONAL UPON THE SIGNATURE OF AN INTERNATIONAL AGREEMENT WHICH HAS TO MEET THE OUTLINED CONDITIONS

IF SUCH CONDITIONS ARE NOT APPLIED, CEMBUREAU CANNOT SUPPORT A UNILATERAL INCREASE OF THE EU REDUCTION TARGET TO 30% IN 2020



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