



CPLC Asia Working Group Call

Brief Introduction on EU-China ETS Cooperation Platform

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Context



- EU and China are both dedicated to enhance strategic cooperation on climate change.
- China is promising to launch the largest ETS in the world this year.
- The previous stage of ETS related cooperation between EU and China (2014-2017) grounded the cornerstone for further collaboration.
- The leading peer experience of EU-ETS is highly valuable for China.



- To strengthen the bilateral cooperation on climate change between EU and China through provide support for Chinese ETS
- To solidify the commonsense of EU and China in terms of the role of carbon pricing tools to address climate change through dialogue and exchange
- To provide programmatic support for Chinese ETS through implementation of demand-driven activities
- To enhance the capacity of key stakeholders through well-designed capacity building towards government and enterprises

Key Components

Component A: Policy Dialogue and Joint Research

- Organise annual PSC meeting
- Support for EU-China ETS Policy Dialogue
- Deploy the Joint-research upon the demand of Chinese ETS

Component B: Capacity Building for Institution and networking of trainers

- Conduct the training for national and regional governmental or institutional representatives
- Establish the trainers network for outreach training activities

Component C: capacity building for enterprises

- Carry out physical trainings for ETS covered enterprises
- Develop and apply online training platform to deliver virtual trainings furtherly

Component D: Flexibility

- Deliver any activity base on the ad hoc demand of MEE and agreement of DG CLIMA

Main activities and outputs under Component A

- **Joint Research Activities**
 - Selected CN and EU experts have been working together selected topics
 - Develop practical solutions and recommendations to critical issues identified by MEE
- **Date to May 2020**
 - **Joint Reserach Group 1 (JR1)** : Transition of pilots to national system (closed in Sept 2019)
 - **Joint Research Group 2 (JR2)** : Market information disclosure and supervision (to be closed in June 2020)
 - **Joint Research Group 3 (JR3)**: Benchmark of allowance allocation in industrial sectors (steel, Chemical) (launched in May 2020)
 - **Other new Joint Research Groups**: in the consulation with MEE



Main activities and outputs under Component B

- **26** trainings have been delivered successfully by the end of 2019
- **20** provincial administrative regions and **3** provincial level municipalities
- More than **4,500** regional governmental representatives received the training offered



Main activities and outputs under Component C

- Delivered successfully **19** regional trainings across China
- Trained **2,607** industry representatives who are mainly from power sector, as well as other related industrial sectors, such as cement and building materials, non-ferrous metals, aviation, etc.
- Endorsed **124** experts with diversified background, including national think-tanks, research institutions, the third-party verifiers, peer leading enterprises, experienced traders, etc.
- Produced more than **130** presentations covering ETS relevant knowledge and skills by different modules, including policies and rules, allowance allocation, MRV, trading strategy and simulation, carbon asset management, registry, etc.
- Received positive feedback from more than **95%** of trainees and local EPAs in terms of organisation and contents of trainings



Main activities and outputs under Component D

1. Large-scale allowance allocation trial and training workshops

17 large-scale trainings covering **4631** participants from **27** provinces and **4** cities participated in the training workshops, and around **141** experts have been endorsed for the trainings.



2. Study tour to Germany

A **14-day intensive training in Germany** was delivered from 3rd-14th November 2019. The participants include **12 officials** from local and central competency authority, and **10 seniors from State-Owned Enterprises**, covering power generation and 5 industrial sectors.



Looking ahead



1. More joint research groups will be mobilised to study key issues for the sake of supporting the launch and operation of Chinese ETS.
2. Deliver continually the high-quality trainings combining physical and digital ways to adapt to the crisis of COVID-19.
3. Keep intensive consultation with MEE of China and DG CLIMA of EU to address well their demands and provide effective support.
4. Open exchange and communication with different international stakeholders to demonstrate dedicated efforts in addressing climate change through bilateral cooperation.
5. Figure out innovatively more valuable segments for consideration of any possibly further cooperation.

Where to find us?

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Thanks For Your Attention!

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