



# THE STATE OF THE EU ETS

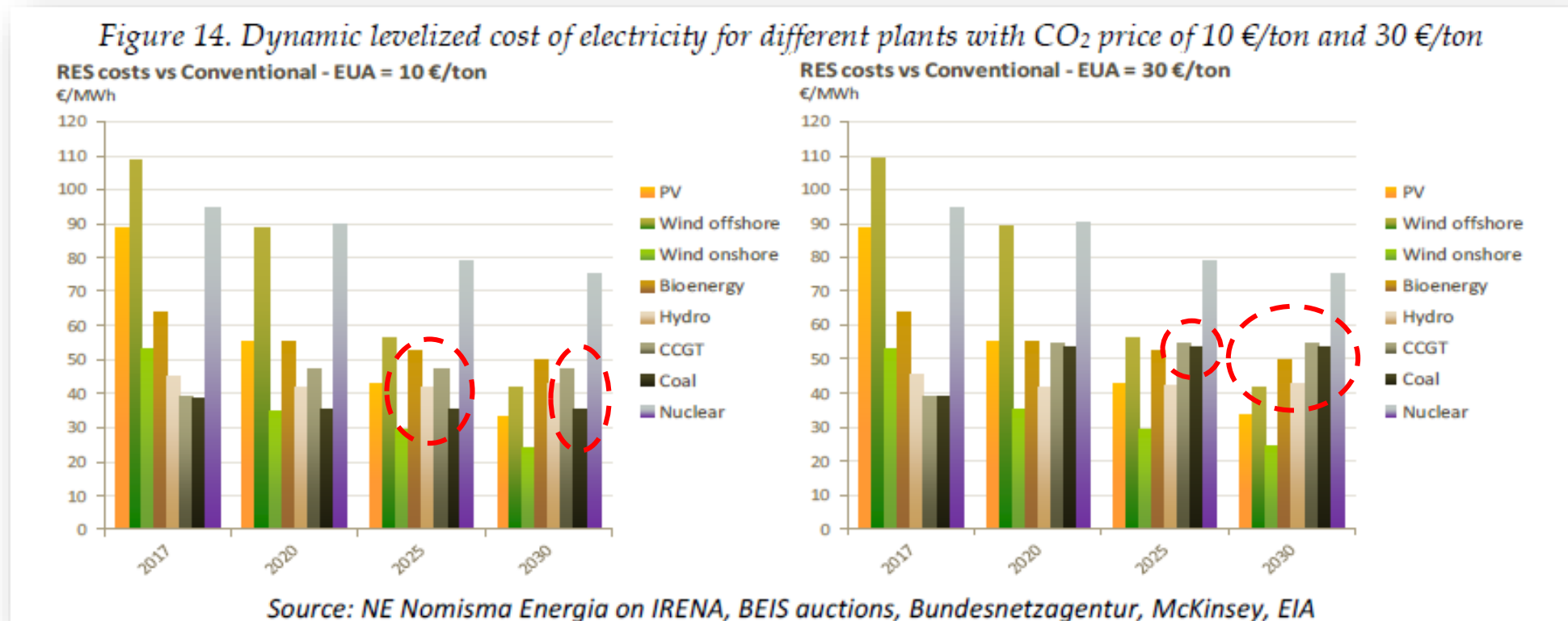
A utility's view on the report

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Relations

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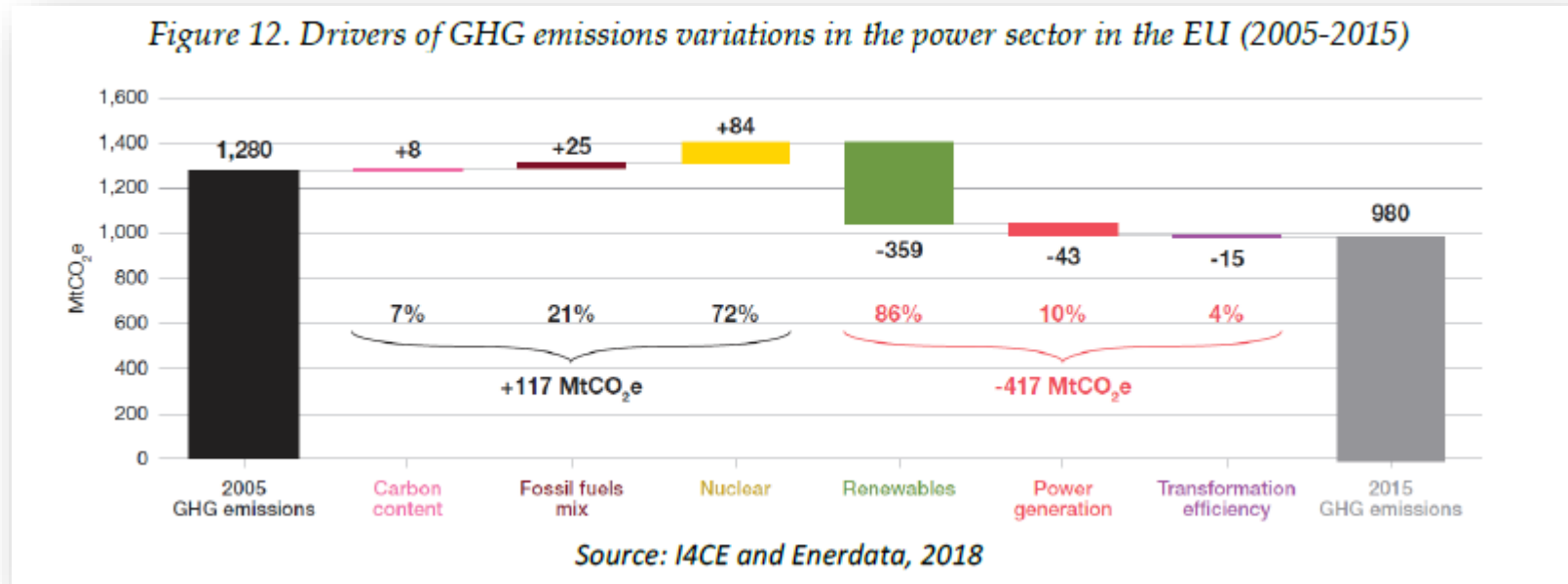


# CONCLUSION 1 OF THE REPORT/ IN THE POWER SECTOR YOU CANNOT TAKE IT FOR GRANTED THAT THE ETS DOES THE JOB



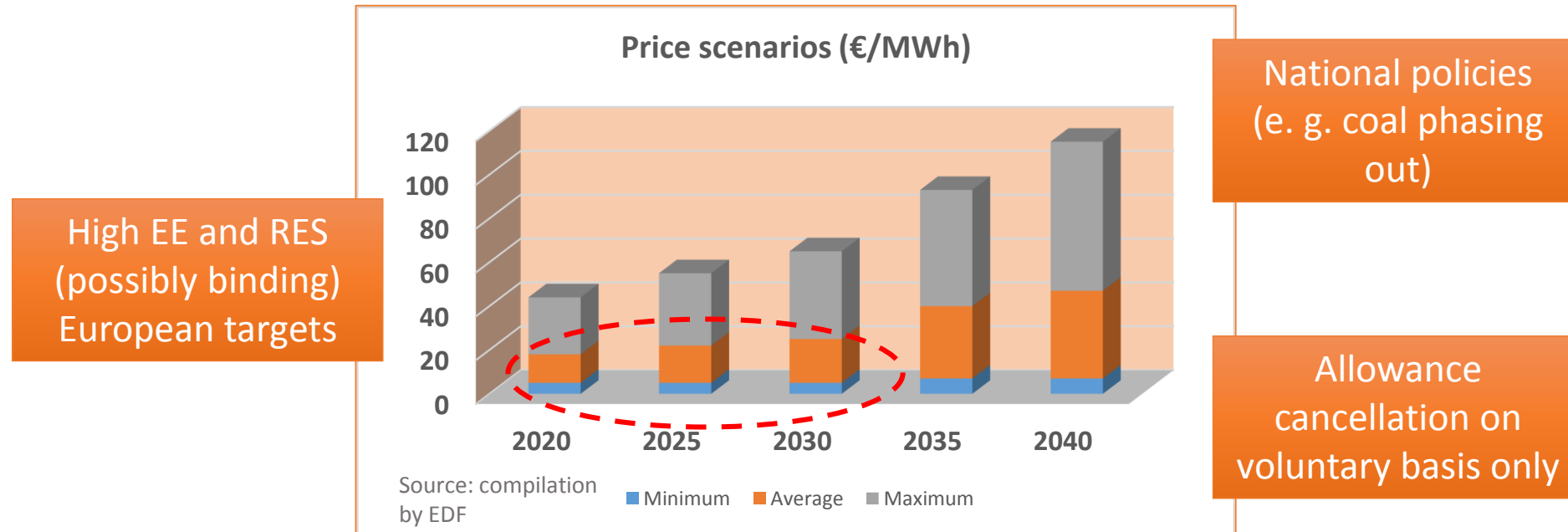
- It takes 30 €/t to make RES competitive in the '20s.
- Even with 30 € the case between coal and gas is not clearly settled

## CONCLUSION 2: AS FAR CONTROL AND COMMAND POLICIES HAVE DRIVEN EMISSIONS REDUCTIONS IN THE POWER SECTOR



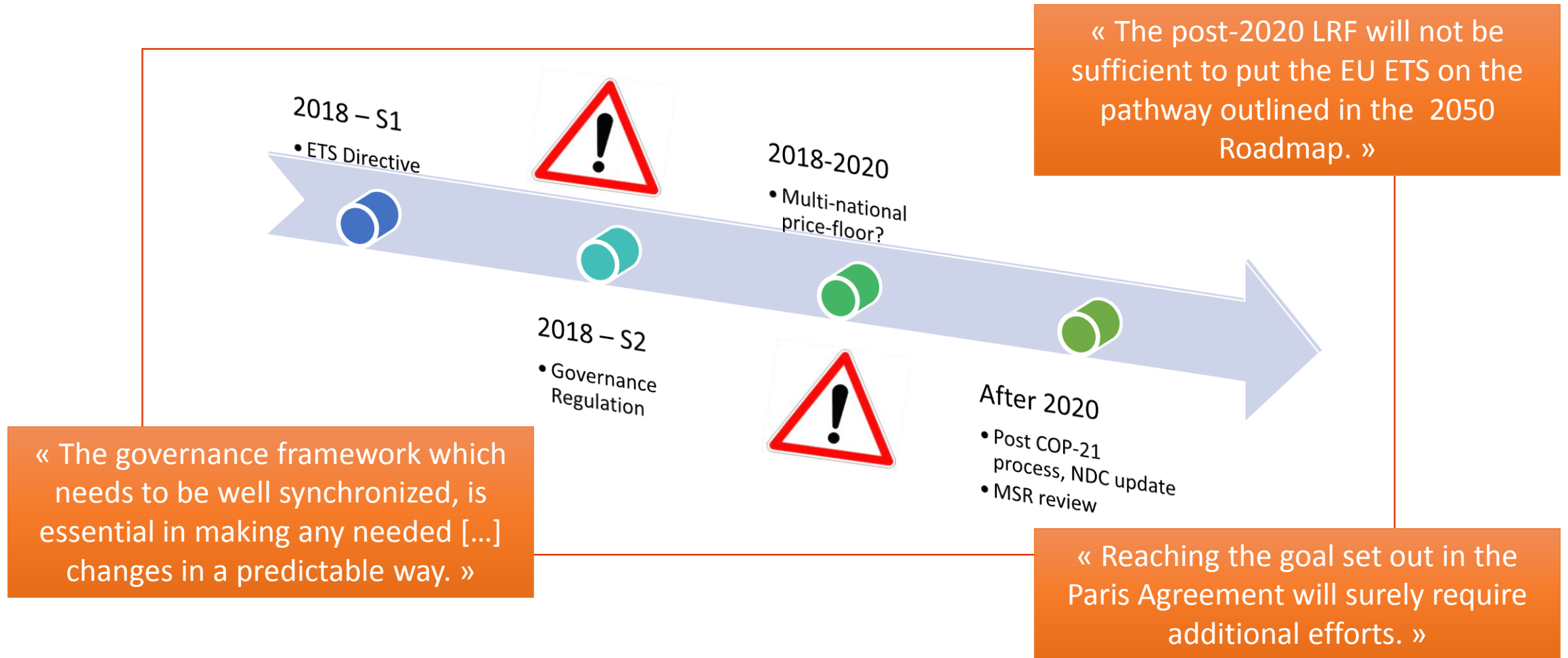
- Expected factors (carbon content of kWh from fossils) have hardly played any role
- Emissions were driven upwards by nuclear phase-out and downwards by RES binding targets

## CONCLUSION 3: WITH MORE AND MORE OVERLAPPING POLICIES THE ETS' ROLE MIGHT REMAIN EXTREMELY LIMITED



- « An increase in the RES and EE target [...] would lead to additional CO<sub>2</sub> reductions in the ETS and will further impact its supply-demand balance. »
- « The MSR may not [...] be able to mitigate the impact of all other potential policies on the EU ETS during phase 4. »

# THE STATE OF THE EU ETS REPORT: LESSONS FOR THE COMING YEARS



THANK YOU