EU EMISSIONS TRADING SYSTEM
FOR CITIZENS, BUSINESS & THE CLIMATE

below 2°C

Reducing emissions by at least 40% EU wide

in 43% EU ETS
CUTTING EMISSIONS

FASTER EMISSION CUTS AFTER 2020

2013 - 2020

2021 - 2030

ADDITIONAL EMISSION REDUCTION
556 MILLION tonnes CO₂
NEW ELEMENTS ON AUCTIONING

MS AUCTION REVENUE FOR:

- Financing climate action in 3rd countries
- Promotion of skills for low carbon economy
- Compensation of indirect carbon costs to electricity intensive sectors
MORE TARGETED FREE ALLOCATION

BENCHMARKS UPDATED TO REFLECT TECHNOLOGICAL PROGRESS

NEW ENTRANTS’ RESERVE MORE FLEXIBLE FOR NEW & GROWING BUSINESSES

≈50 sectors on new carbon leakage list

CLOSER ALIGNMENT WITH PRODUCTION DATA

COMPENSATING INDIRECT COSTS TO ELECTRICITY INTENSIVE INDUSTRIES
MOVING AHEAD
TOWARDS A COMPETITIVE LOW-CARBON ECONOMY

INNOVATION FUND 450 MILLION allowances

RENEWABLES

ENERGY INTENSIVE INDUSTRY

CARBON CAPTURE & STORAGE
WORKING TOGETHER
SUPPORTING LOWER INCOME MEMBER STATES

EXISTING SOLIDARITY MECHANISM OF AUCTION REVENUES + NEW

MODERNISATION FUND 310 MILLION allowances

10 Member States
Eligible for funding to modernise their energy systems