

Lessons
from the
2030 Climate & Energy Package

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The Good

- EU ETS works
 - Market works
 - Reductions achieved
 - Board room awareness
 - Installation reductions
 - International followers
- Renewables investment
- Energy Efficiency

The Bad

- Overlap of policies
- ETS price crash
- ETS not supporting investment
 - Recession
 - Renewable subsidies
 - CDM
- Free allocation complexity

The Ugly

- No investment without subsidies
- Market chaos
 - Setaside
 - Backloading
 - Structural reform
- MS doing own things
- More policy overlaps mooted

The Moral

- Set targets by science not politics
- One policy – one objective
- Structural reform – supply-side flexibility
- Do not predict the future
- KISS