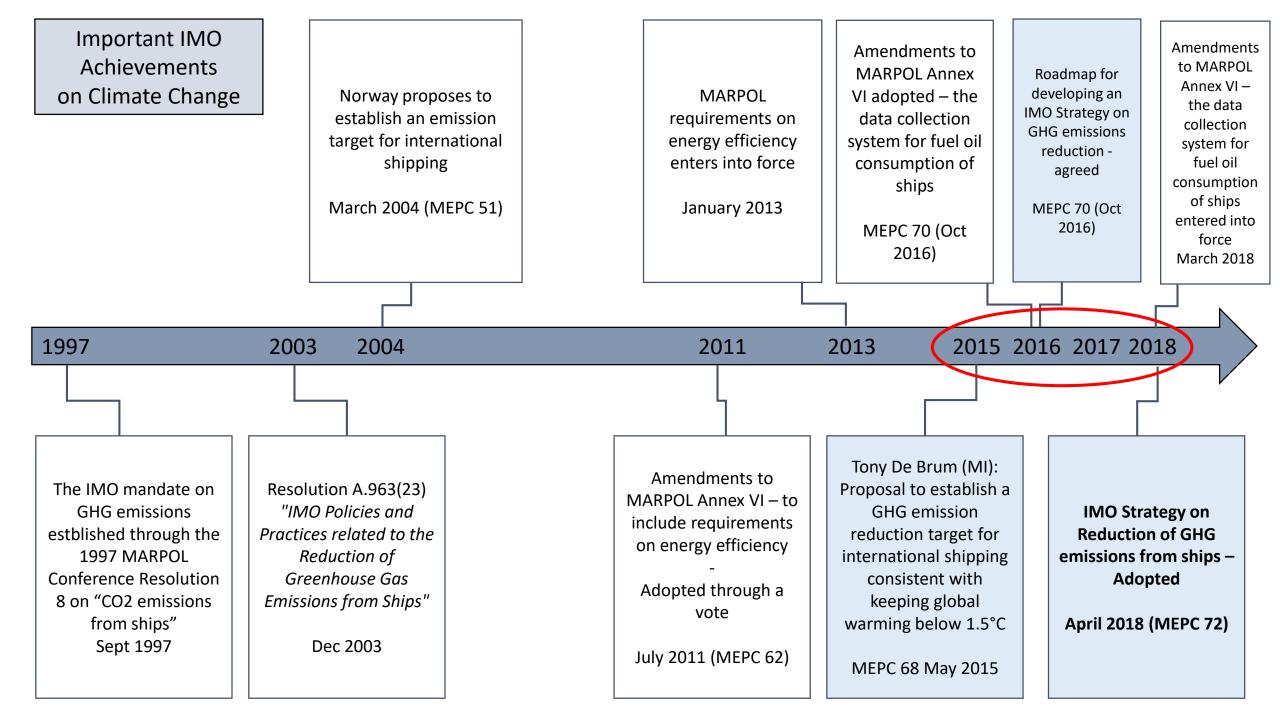
# The development of the Initial IMO Strategy on Reduction of GHG Emissions from Ships



SWITZERLAND

"We stand here at one of the most historic moments in IMO" IMO Secretary General - Kitack Lim

"A major step forward in global action to combat climate Change " UN Secretary General - António Guterres



#### Preparations – Developing a Plan How to achieve the Challenge impossible? To ensure allocation of To get China on board sufficient time to consider An emission target..... the emission target issue ... In line with the 1.5°C temperature target Not to be a part of the To be included in, but polarization. Submit a proposal not associated with the co-sponsored by the US **High Ambition Group** Use knowledge on method of work MEPC 68 May 2015 MEPC 70 Oct 2016 **MEPC 69 March 2016** Roadmap for developing a Finalization of the Data collection Agreed to establish a WG

Outcome

- System
- The issue raised by the MI could be further addressed at a future session – move forward cautiously

under this item at MEPC 70. with a view to an in-depth discussion on how to progress the matter

comprehensive IMO Strategy on Reduction of GHG Emissions from Ships

....should include discussions on levels of ambition and guiding principles for the strategy...

# The Plan - Groundwork

- Could not afford to fail
- Risks for failure, were more upfront than chances for success. Risks included:
  - Chaotic process and mixed cultures Chaotic outcome
  - Delay because of the combination of too many red lines
  - Meaningless strategy because that would be the sum of acceptance
  - A strategy not accepted by EU or SIDS or Latins or China or large Flags or the public in general.

ISWG-GHG 1 – June 2017 | MEPC 71 – WG-GHG July 2017

ISWG 2 - Oct 2017

process

the

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actions

ISWG 3 – April 2018 MEPC 72 – WG-GHG April 2018

- Needed to be Chair for the negotiations
- Needed to develop a plan for the total process

**Build trust!** 

- Lack of dealmakers in the group forced active lead by the Chair
- Careful consideration of order of discussions
- Do not lead into dead-ends
- Who to play on?
- Develop a product not a problem
- No square brackets No multi-optional text
- Establish a solid plattform prior to the firm push
- Create a good hand for the final round

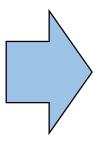
# Outcome of MEPC 71

The Committee noted the outline ....

#### **[INITIAL IMO STRATEGY ON REDUCTION OF GHG EMISSIONS FROM SHIPS**

#### **CONTENTS**

- 1 PREAMBLE/INTRODUCTION/CONTEXT/OBJECTIVES INCLUDING EMISSION SCENARIOS
- 2 VISION
- 3 LEVELS OF AMBITION GUIDING PRINCIPLES
- 4 LIST OF CANDIDATE SHORT-, MID- AND LONG-TERM FURTHER MEASURES WITH POSSIBLE TIMELINES AND THEIR IMPACTS ON STATES
- 5 BARRIERS AND SUPPORTIVE MEASURES; CAPACITY BUILDING AND TECHNICAL COOPERATION; R&D
- 6 FOLLOW-UP ACTIONS TOWARDS THE DEVELOPMENT OF THE REVISED STRATEGY
- 7 PERIODIC REVIEW OF THE STRATEGY]



# Outcome of MEPC 72

Ajnalized tetx

# **Key Challenges**

"Vision – levels of ambition – guiding principles"

Meaningful strategy – vs – meaningless strategy

#### Ambition:

High Ambition – vs – No Ambition

Efficiency only! – vs – efficiency for the ship and efficiency for the sector and reducuction of total emissions

Numbers – vs – No numbers

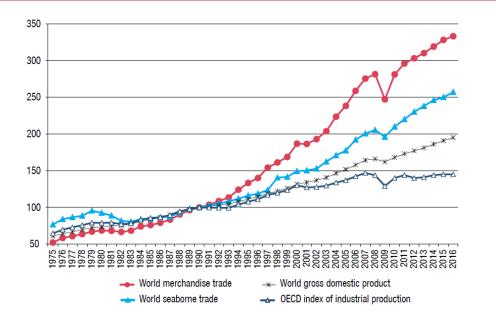
#### **Principles:**

Differentiation – vs – No differentiation

Figure 1.1. Organization for Economic Cooperation and Development index of industrial production and world indices:

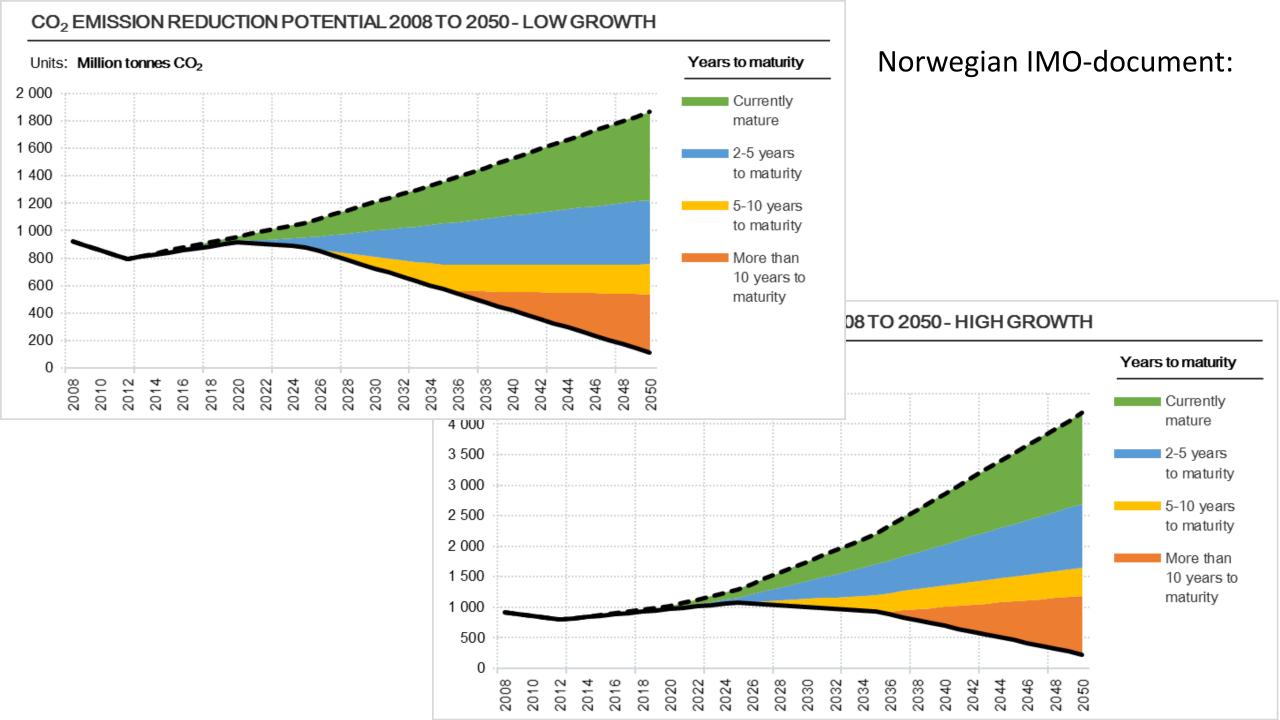
Gross domestic product, merchandise trade and seaborne shipments, 1975–2016

(1990 = 100)



Sources: UNCTAD secretariat calculations, based on data from OECD, 2017; United Nations, 2017; UNCTAD Review of Maritime Transport, various issues; World Trade Organization, 2012.

Note: Index calculations are based on GDP and merchandise trade in dollars, and seaborne trade in metric tons.



# The final Outcome

- Chair's paper as the base
- 3 days not 2 weeks!
- Strategic planning
- Rescue plan on Friday morning J-paper!
- How to conclude

- Review the easiest text first
- Final element "Vision levels of ambition guiding principles
- Informal talks did not succeed
- Final text from the Chair tested on some
- Take it or leave it
- Plenary needed to land safely

#### ISWG 3 – April 2018

MEPC 72 – WG-GHG April 2018

- A clean text!
- "The Committee is invited to approve the report in general and, in particular, to:

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.1 ....note....;
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.2 ....note....;

.3 forward to the Working Group on Reduction of GHG emissions from ships the consolidated draft text set out in annex 1, noting that further work was required for finalization, with a view to adoption (paragraph 47, annex 1)."

#### The GHG Strategy was agreed on Friday 13 April!

- Massive support
- Reservations by the US and Saudi Arabia

# Important elements of the Strategy

Vision: IMO remains committed to reducing GHG emissions from international shipping and, as a matter of urgency, aims to phase them out as soon as possible in this century.

#### Extract from the Ambition

#### .1 carbon intensity of the ship to decline through implementation of further phases of the energy efficiency design index (EEDI) for new ships

to review with the aim to strengthen the energy efficiency design requirements for ships with the percentage improvement for each phase to be determined for each ship type, as appropriate;

# .2 carbon intensity of international shipping to decline

to reduce CO2 emissions per transport work, as an average across international shipping, by at least 40% by 2030, pursuing efforts towards 70% by 2050, compared to 2008; and

# .3 GHG emissions from international shipping to peak and decline

to peak GHG emissions from international shipping as soon as possible and to reduce the total annual GHG emissions by at least 50% by 2050 compared to 2008 whilst pursuing efforts towards phasing them out as called for in the Vision as a point on a pathway of CO2 emissions reduction consistent with the Paris Agreement temperature goals.

## Early Action

- 4.1 Candidate measures set out in this Initial Strategy should be consistent with the following timelines:
- .1 possible short-term measures could be measures finalized and agreed by the Committee between 2018 and 2023. Dates of entry into force and when the measure can effectively start to reduce GHG emissions would be defined for each measure individually;
- .2 possible mid-term measures could be measures finalized and agreed by the Committee between 2023 and 2030. Dates of entry into force and when the measure can effectively start to reduce GHG emissions would be defined for each measure individually; and
- .3 possible long-term measures could be measures finalized and agreed by the Committee beyond 2030. Dates of entry into force and when the measure can effectively start to reduce GHG emissions would be defined for each measure individually.

## Follow-up

6.1 A programme of follow-up actions of the Initial Strategy should be developed.

Agreed to hold an intersessional with t.o.r to develop a programme of follow-up actions



NEWS

TOD/

Science & Environmen

### Global shippi



David Shukman

① 13 April 2018



The global shipping indust of greenhouse gases.

The move comes after talks (IMO) in London.

#### Violeta Bulc

Menu

#Shipping sector has delivered! The agreement reached this week at the @IMOHQ is a significant step forward in the global efforts to tackle #ClimateChange. Work must now continue on further steps. #MEPC72 europa.eu/!wC68RK



08:58 - 13. apr. 2018

48 retweets 82 liker













Følg

EU Transport, IMO og European Commission

Violeta Bulc @Bulc EU · 13. apr.

Congrats to #IMO SG Lim, Chair Oftedal, and #EU Member States on their commitment to reach this deal

News InFact Politics Voices Indy/Life

Jnngå innbrud vene velger boliger uten a

Les mer her

Carbon emis shipping to I IMO

going to cut its 's a big deal.

aritime, maillon faible

Santé-environnement

égocient les premiers objectifs chiffrés de ız à effet de serre.





▶ 2:59

cette fois, au rendez-vous ? Réunis à Londres, janisation maritime internationale (OMI) doiven des objectifs chiffrés de réduction de leurs re. Le sujet, inscrit au calendrier des

It's possible — but difficult — to halve shipping emissions, official says

 "Ambitions for 50 percent reduction by 2050 are definitely difficult, but it's achievable. And now we have a situation where we really have to start with developing green shipping that we need for the future." Norway's Minister of Climate and Environment Ola Elvestuen said.

Andrew Wong

Published 12:34 AM ET Fri, 27 April 2018

**CNBC** 



Climate-Changed

#### Nations Strike Historic Deal to Curb Shipping **Emissions**

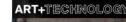
By Anna Hirtenstein and Jeremy Hodges 13. april 2018 16.11 Updated on 13. april 2018 17.00

► Industry agrees to cut emissions by at least 50% by 2050

▶ U.S., Russia and Saudi Arabia object to emissions proposals

Most of the world's nations agreed to an historic deal that for the first time will limit emissions from the global shipping industry.



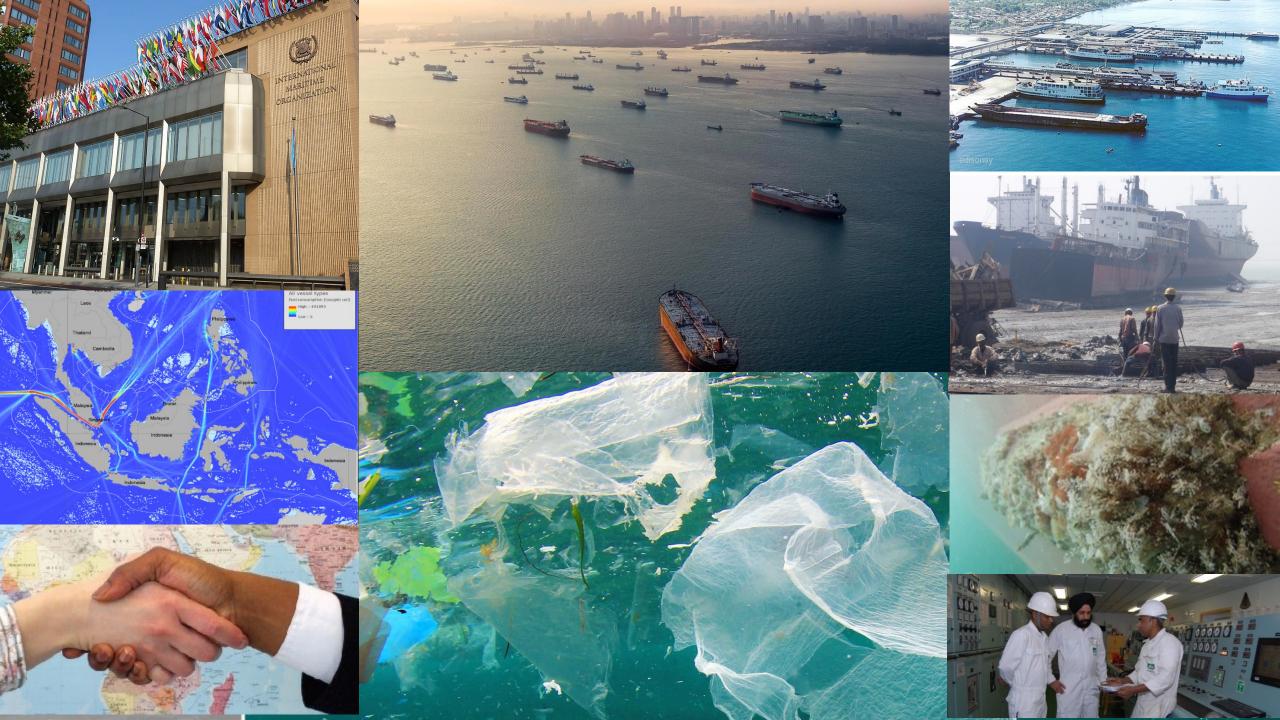




# Two main processes in the follow-up

- The process towards the revised strategy in 2023
  - Data Collection
  - Fourth IMO GHG Study
  - Developing the revised IMO GHG strategy
  - Embark in to the five year review

- Development of measures for emission reductions
  - Develop a programme of followup actions
  - Develop the measures (to be agreed)



# A pathway towards green international shipping Requires action three pilar action

National spearhead policies

to introduce low/zero emission technologies and fuels

the international legal framework

to ensure need
emission
reductions from
international
shipping

Technical Co-operation

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to ensure the required progress at the IMO and full implementation