



# The Joint Crediting Mechanism Japan's contribution through market mechanism



## Yutaka Matsuzawa

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Statement by Prime Minister Shinzo Abe at the COP21 (Excerpt)





In addition, many of the advanced low-carbon technologies do not generally promise investmentreturn to developing countries. Japan will, while lowering burdens of those countries, promote diffusion of advanced low carbon technologies particularly through implementation of the JCM.

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## JCM in Japan's INDC

- The amount of emission reductions and removals acquired by Japan under the JCM will be appropriately counted as Japan's reduction in accordance with the Paris Agreement.
- Accumulated emission reductions or removals by FY 2030 through governmental JCM programs to be undertaken within the government's annual budget are estimated to be ranging from 50 to 100 million t-CO2.

## JCM Procedure



Submission of proposed methodology 73 days ! Approval of proposed methodology 73 days ! Development of PDD Validation Registration Verification Issuance of credits



Merits for Partner Country by MOEJ model countries







(Subject to further consideration and discussion with partner countries)





## Time requirements

Stope	Days		
Steps	JCM	CDM	
Methodology approval	73	288	
Request for registration	42	382	
Registration	20	79	

Sources: JCM website, IGES CDM Project Database, CDM pipeline (UNEP RISO) 11

## JCM Partner Countries (16 ATM)



Saudi Arabia May 13, 2015



Chile May 26, 2015 (Santiago)



**Myanmar** Sep. 16, 2015 (Nay Pyi Taw)

Thailand Nov. 19, 2015 (Tokyo)

## "3rd JCM Partner Countries' High-level Meeting" in COP21



## **Examples of JCM Projects**









## **Examples of JCM Projects**









## **Examples of JCM Projects**











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### JCM Demonstration Projects by NEDO in FY2015

### Vietnam:



- High efficiency and low loss power transmission and distribution system (Hitachi) X since FY2013
- Reduction of transmission loss by introduction of LL-ACSR/SA (Low Electrical Power Loss Aluminum Conductors, Aluminum-Clad Steel Reinforced)

### Lao PDR:

### Lao PDR Energy efficient date center(LEED) (Toyota Tsusho Corporation, Internet Initiative Japan)

#### X since 2014

Utilizing high energy efficient container-type data centers, related technologies will be demonstrated under Lao PDR environment, such as unstable power supply, hot and humid atmosphere etc.

Total: 10 projects (4 countries) **Underlined Projects in Vietnam** are registered as JCM project.

- •Energy saving by inverter air conditioner optimum operation at National Hospital (Mitsubishi Electric) % since FY2013
- Installing inverter room air conditioners (RACs) and Energy Management System (EMS) to optimize operation of multiple inverter RACs in national hospitals.
- Energy saving by BEMS optimum operation at Hotel (Hibiya Engineering) X since FY2013
- Integrating highly-proven energy saving technologies for hot water supply and lighting combined with energy management system to optimize these technologies. Energy saving paper making process(Marubeni) % since FY2014
- Introduction of high efficient and environment friendly machines to alter old papermaking process in paper production line.
- eEnergy Saving and Work Efficiency Improvement Project by special LED Equipment with new technology, COB(Stanley Electric) <u>% since FY2015</u> Introducing the special LED lighting equipment with new technology, COB module as a source of light into the fishing vessels currently
- equipped with the metal halide light and incandescent lamps.

### Indonesia:

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### Energy saving by optimum operation at Oil factory (Yokogawa Electric) X since FY2013

Multivariable model predictive control (MMPC), a kind of advanced optimization control at oil refinery plants, is added on existing DCS (Distributed Control System) and realizes the automatic operation control for the optimum production. Utility facility operation optimization technology into Oil factory

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### (Yokogawa) × since FY2013

The project achieves energy conservation in boilers, through operation optimization by applying Utility Facility Operation Optimization Technology.

- •Thin-Film solar power plant (Sharp) ※since FY2013
- Installing Thin-film PV and verifying its GHG emission reduction effect by the remote auto-monitoring system which complement the monitoring lacking data, with the minimum equipment composition.

The low carbonization of mobile communication's BTS (Base Transceiver) Station) by the Introduction of "TRIBRID system" (KDDI) \* since FY2015 Energy management system for BTS "TRIBRID system" will be installed at 22 locations in Off-grid and Poor-grid area.

## The First Issuance of JCM Credits in May 13th

The JCM credits were issued for the first time in May 13<sup>th</sup>, under the JCM between Indonesia and Japan

Energy Efficient Refrigerants to Cold Chain Industry MAYEKAWA MFG / PT Adib Global Food Supplier





## Thank you for your attention !



### Technology Transfer in the Approach of the International Climate Initiative (IKI) of the BMUB

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### Presentation on the German-Japanese "Low Carbon Technology" Symposium, Tokyo, 18 May 2016

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24/05/2016

Federal Ministry for the Environment, Nature Conservation, Building and Nuclear Safety

### About Technology-Transfer: Issues to be discussed

- Different Roles of Government and Business Sector
- Governments: policy, legal and economic framework, promotion programmes
- Business Sector: transfering technologies by selling, by doing investments, by founding local companies, by joint ventures etc.
- Intellectual Property Rights (IPR)
- Tariffs and Customs
- Local Content
- Technical Standardization
- Mentioned in "Paris Agreement"
- etc.

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### International Climate Initiative (IKI)



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## Volume of funding according to support area (2008-2016)\*







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### IKI-Goals for Renewable Energy and Energy Efficiency:

### www.international-climate-initiative.com

- Assessment of the potentials: technical, economic
- Support mechanism for renewable energies and energy efficiency actions (policy consulting)
- · Capacity building of institutions and relevant actors
- Identification and removal of barriers to investments and commercial mainstreaming
- Support for pilot projects and technology transfer
- Creation of both: GHG mitigation opportunities and markets for RE (solar, wind, biomass from organic waste) and EE (buildings, industries, transport)





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## Sustainable energy supply, renewable energy and energy efficiency by region



### Thematic focus areas of country matrix "Energy"

Projects <u>not</u> clearly attributed to one technology or mitigation approach



\* By number of projects, numbers from 2015

Mitigation

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### IKI Project Example: Climate Partnerships with the Private Sector (DEG)

Goals: Mobilise the private sector as crucial actor in mitigating greenhouse gas emissions. The project enhances the transfer of technology and knowledge in the areas of renewable energies and energy efficiency.

Results 2010-2015:

- DEG supported 15 climate partnerships, which were implemented on four continents in various areas of energy efficiency and renewable energies. Some projects are particularly innovative, while in others the approach can be easily replicated or produce a wide-reaching, broadscale multiplier effect.
- The funds are estimated to leverage at least 5-6 times the amount in follow-up investments and business generated with climate-friendly technologies by the partner companies in the target markets within the next two years.
- The projects have already saved several thousand tonnes of CO2 annually.

Credits: Otto Int, Sunfarming GmbH







CHP plant in Chilean hospital; Credits: GIZ

### IKI Project Example: Reducing emissions in Chile by promoting the use of combined heat and power plants in industry and commerce

Goal: Promote the generation of electricity through photovoltaic (PV) and the production of heat by solar thermal applications (SWH) for self-supply of commercial entities, industrial plants or in public buildings.

Results:

- Three CHP pilot plants in public hospitals have successfully showcased the practical benefits of the technology. The experience gained in these projects will be shared with neighbouring countries
- This led Chilean Government to prioritise the development of CHP plants in its energy programme.
- Additional specialist expertise is provided by another IKI project for an improved regulatory framework, a better-trained local workforce and higher awareness among investors. A CHP reference centre is being initiated and support is being provided in the implementation of CHP projects.

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### Energy Efficiency Projects – some examples

•"Big EE" buildings guide and platform: http://www.bigee.net/



•Energy Efficiency in public and private housebuilding (Mexico): technical and financial assistance

•Energy Efficiency in Public Buildings (Turkey): technical and financial assistance

•Several projects in the transport and industry sector





- Improvements of data through national, regional and local estimations of potential often first step, followed by employment of technology, which either is not available in country (Technolgytransfer) or is not ready for market (see Chile).
- Demonstration projects can initiate political dialogues, yet they must not only be profitable & coherent from a political & developmental perspective, but also visible (see Brasil).
  - Besides demonstration projects, innovative finance instruments can enable a path for a transformative policy dialogue (see Mexico, Turkey, Jordan).
- Energy plays an important role in NDC implementation

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### Lessons learnt (2):

- **EE in the building sector** offers large potentials which could be utilised more effectively in the future. The topic of "EE as a business model" plays a significant role.
- The design of finance instruments must consider the issue of life-cycles and life duration of RE technologies in detail.
- Partner countries regard quantiative information about co-benefits in addition to GHG emissions reductions as necessary
  - Global exchange of project results and "best practices" to be improved ("Outreach").





Footnote: Developed volumes are based on OECD countries excluding Mexico, Chile, and Turkeve





24.05.2016

# Comparing Policies on Low-Carbon Technology Transfer between Industrialised Countries

German-Japanese SYMPOSIUM on Technological

Challenges to Combat Climate Change

18 May 2016

Norichika Kanie

UNU-IAS

Keio University



LOW CARBON TECHNOLOGY TRANSFER PROJECT

## Low Carbon Technology Transfer (LCT) Project

## Low Carbon Technology Transfer (LCT) Project

- Analyse international strategies of other active developed nations
- Promote low carbon technology diffusion to developing countries
- Consider effective strategies to build partnerships for LCT

### United Nations University Institute for the Advanced Study of Sustainability (UNU-IAS)

Conducts focused, policy-relevant research that offers objective, science-based perspectives in the service of policy debate and development, addressing the pressing global problems of human survival, development and welfare.

- Implementation of the SDGs, supporting education and knowledge generation for the SDGs.
- Biodiversity and ecosystem services

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nstitute for the Advanced Study of Sustainability

• Climate change and Disaster Risk Reduction. Advancing international cooperation on low carbon technology.



# Analysis of international strategies for promoting LCT 2015-2016

Countries	Participants	Guiding Questions		
Germany	ETZ Zurich, Freie Universität Berlin, IKI, GIZ, BMUB	<ul> <li>Which technologies are considered the most suitable for transferring to developing countries?</li> </ul>		
UK	UNEP, LSE, Sussex University, Carbon Trust, Radboud University Nijmegen	<ul> <li>What barriers/obstacles have been encountered and overcome in</li> </ul>		
France	ADEM, UNEP, Ministry of the Environment Japan, IEA, Sciences Po	<ul> <li>transferring low-carbon technology either locally or in partner countries?</li> <li>How are developing countries being supported in implementing and</li> </ul>		
US (Interview)	Green Strategies Inc., Natural Resources Defense Council, World Bank, US Department of Energy, International Fund for China Environment, The US Energy Association, Georgetown University	<ul> <li>What are the key gaps in support (broadly defined) which prevent more effective transfer of low-carbon technology?</li> </ul>		

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## Germany's strategies for promoting LCT

Orientation of energy research policy in the BMWA, Germany



## Germany's strategies for promoting LCT

### German's climate initiatives for low-carbon technology transfer

- Uses principally bilateral climate initiatives to foster the deployment of low-carbon energy technologies, with support of the federal budgets of the Environment Ministry (BMUB) and the Development Ministry (BMZ) (currently approx. 85%)
- Seeking to increasing contribution to multilateral climate funds (currently 15%) for mitigation projects from 2015 to 2016, mainly through the Green Climate Fund (GCF) and payments to the Least Developed Countries Fund (LDCF), the Global Environment Facility (GEF), and the G7 Climate Risk Insurance Initiative for developing countries.



Source: The Federal Ministry of Economics and Labour of Germany 2016

## Germany's strategies for promoting LCT

### Overall importance of projects in the IKI

- The International Climate Initiative (IKI) initiates projects on both climate change mitigation and biodiversity to demonstrate solutions and feedback into their own negotiations for the UNFCCC and Convention on Biological Diversity (CBD).
- In 2014, 65 projects were chosen
- Mobilized a further 2.5bn EUR from implementing agencies, other public and private sector sources in addition to the 1.4billion of direct support from BMUB (includes payments to multilateral funds and contributions from the NAMA facility and DKTI).



## UK's strategies for promoting LCT

The UK international climate initiatives



Source: Sanders 2015

## UK's strategies for promoting LCT

Carbon abatement vs. econon Biomass CCS	nic value creation potential   Nuclear fission Appliances Lighting Biomass to power CO2 transport/storage	Building materials/design Gas CCS Electric vehicles Heat pumps Improved ICE vehicles LCL biofuels Offshore wind Onshore wind Electric grid technologies
Biogas ( <u>BioSNG</u> and AD)     Biomass to heat     High efficiency CCGT     Rail ( <u>Disel</u> /Electric)     Marine transport     Termal storage	Hydroelectric (small/large)     Conventional heat/cooling     Solar hot water     Small power fuel cells     Hydrogen prod./storage	• Coal CCS • Hydrogen FCV • Solar PV
Geothermal     Solar thermal electric     Community CHP     Small wind     Nuclear fusion     MicroCHP	• Large power fuel cells • Tidal (stream/range)	Wave     Avitation     Insufficient information     Industry     Industry     Industry

Economic value creation potential for UK business



- UK clean energy technology transfer priorities are driven partly by <u>the UK's own domestic</u> <u>needs</u>.
- Mapping technologies based on the scale of carbon abatement in the UK and the potentials in economic value creation.
- Has a <u>structured mechanism</u> for assessing which low carbon technologies to support, focused on both <u>domestic carbon abatement</u> and <u>economic value creation</u> for the UK.
- The areas circled in red are the areas that the UK are often able to take a key role in the diffusion of renewable energy projects.

## UK's strategies for promoting LCT

### Major mechanisms used by the UK to facilitate tech transfer

Newton Fund	Local innovation capacity building
Prosperity Fund	Building an enabling environment to allow innovation to flourish. E.g. policy & regulations, awareness raising
UK Trade & Investment (UKTI)	Helping innovators from developed countries to plug gaps, while simultaneously helping local innovations to flourish
IFC (International Finance Corporation)	Financing large scale implementation programmes to enable them to proceed
Carbon Trust	Developing low carbon technology, reducing CO2 emissions, increasing business chances



### LOW CARBON TECHNOLOGY TRANSFER PROJECT

## France's strategies for promoting LCT

### French national low-carbon strategy (SNBC)



of Sustainability

- "Law on Energy Transition" was adopted by the French Parliament on July 2015, established the French national low-carbon strategy (SNBC).
- Set the first three carbon budgets to cover the 2015-2018, 2019-2023 and 2024-2028 periods by main five sectors of activity including transport, housing, industry, agriculture, energy and waste.
- France's commitment to <u>Mission Innovation</u> launched at COP21
  - Doubling its public investments in research and development for energy efficiency and renewable energies over five years, compared to the average investment level during the 2012 and 2015 period.
  - Focus on renewable energy and energy storage, carbon capture and storage, and innovations aiming at improving energy efficiency (including in industry, transport, circular economy, and smart grids).

LOW CARBON TECHNOLOGY TRANSFER PROJECT

## France's strategies for promoting LCT

### Funding mechanisms to support France's energy transition plan

ADEME	Support research, development and innovation in the fields of energy, air and soil quality, and the management of wastes and noise for both private and public sectors
Instituts Carnot	Conducting research partnerships with socioeconomic actors (industries, businesses, startups, and local governments), Promoting transfers of technology, Promoting innovation
ANR (Agence nationale de la recherche )	A mechanism for financing research- support projects
ANCRE (Alliance nationale de coordination de la recherche pour l'énergie)	Coordinatie in energy transition Act through scientific and technological supports, founded by CEA, CNRS and IFP Energies nouvelles

## US strategies for promoting LCT

- Under 2015 US Mission Innovation framework, the US government classifies the key of low carbon technologies into three categories: clean energy <u>sources, usages and efficiency.</u>
- Focuses on the role of the market in facilitating low carbon technology transfer.
- Massive amount of private donations <u>dwarf the level of official</u> <u>funding by a factor of 100</u>.
- Much of the international cooperation is organized through USAID in accordance with their prioritization of projects.
  - Focus on <u>energy access</u> rather than energy efficiency and conduct the <u>matchmaking with the local partner</u>.



## Key Findings

nstitute for the Advanced Study

- Large differences exists among the industrialised countries in the prioritization of technologies to be transferred.
- Technology transfer priorities are linked partly with priority of domestic industries.
  - Technology transfer is active in the low-added-value industries (i.e manufacturing). On the other hand, developed countries safeguard the main part of the rights and interests of the technologies and dissemination.
  - Developing countries already have comparative advantage in some part of the stages of technology transfer.
  - However, when looking at the overall supply chain, UN and Germany have high comparative advantage.
- Efficient funding mechanisms for LCT exists besides subsidy system.
- Provides a number of soft support services such as introducing human resources to advisory services to facilitate low carbon technology dissemination.

## Ways Forward



- Understanding overall picture of technology transfer
- Analyze the differences of each country's strategies and its backgrounds.
- Research on institutional arrangements and cooperation mechanisms suitable for the local conditions: How successful cases meet the needs of the recipient countries
- Analysis to identify comparative advantage of industries in overall supply chains.
- Strategies through multinational organizations/institutions
- A study of public and private partnerships.

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## Challenges and Actions to Low Carbon Technologies Transfer in Developing Countries

## **Nobuhiro KINO**

Ministry of the Environment, Japan (MOEJ)



# Challenges 1. Initial Cost for Leading Low Carbon Technologies (technologies with securing quality on not only initial performance but operation and maintenance) 2. Mismatch of Needs and Costs of technologies 3. Effective Formation of Low Carbon Projects



## <u>Actions:</u>

- 1. JCM
- 2. Innovation of Technologies for Developing Countries
- 3. City-to-City Collaboration

### Subsidy program for innovation of low carbon technologies for developing countries

### Background, Objectives

 Excellent low carbon technology is <u>in high demand in developing countries and</u> essential to strengthening global climate change countermeasures.
 However such technology may not be appropriate to be introduced in the escelete of development time to the difference of environmentation evolution.

market of developing countries <u>due to the difference of environmental regulations</u> and systems, cultural practices and restriction of energy resources.

- The program aims to <u>fundamentally improve technologies in order to meet the</u> requirement of developing countries, and <u>realize low carbon society</u>, promote International expansion of technology, as well as reduce CO<sub>2</sub> emission.
- The innovation process in the program will lead to technology development in Japan and dissemination its technologies in other regions.

### Subsidy Scheme

Target: Private organization (subsidy:  $1/2 \sim 2/3$  of whole project budget) Implementation period: Maximum 3 years

### Summary of subsidy program

This program provides subsidies to private organizations for fundamental improvement of low carbon technologies in order to meet various requirements of the developing countries, such as environmental regulations and system, cultural practices and restriction of energy resources.

### Expected impact

- Scale-up utilization of the Joint Crediting Mechanisms (JCM)

- Diffuse appropriate low carbon technology in developing countries - Strengthen global competitiveness of excellent low carbon
- technologies



### JCM Feasibility Study Based on City to City Collaboration

-Support to formulate projects towards low carbon society construction in overseas cities based on City-to-City collaboration in which Japanese municipalities cooperate with those cities by their sufficient experience, know-how and technologies.

-Further Support the formulated projects to be realized by JCM support schemes

Photovoltaics

(Malaysia)

Digital tachograph

(Vietnam)



Waste to Energy

(Myanmar)

City to City collaboration will facilitate efficient project formations and lead to the implementation.



## Thank you for your attention !

18 May, 2016

## Low-carbon Technology Transfer through Bilateral Cooperation

### $\sim$ Progress in Model Projects of the Joint Crediting Mechanism $\sim$

Global Environment Centre Foundation (GEC) Executive Director/ Head of Tokyo Office Yuji Kimura



Global Environment Centre Foundation

### Joint Crediting Mechanism (JCM):

- Facilitating diffusion of leading low carbon technologies, products, systems, services, and infrastructure as well as implementation of mitigation actions, and contributing to sustainable development of developing countries.
- Appropriately evaluating contributions from Japan to GHG emission reductions or removals in a quantitative manner and use them to achieve Japan's emission reduction target.
- Use of market mechanisms, including the JCM, is articulated under Article 6 of the Paris Agreement.

### **JCM Promotion Scheme by MOEJ**

- The Ministry of the Environment Japan (MOEJ) launched:
  - Financing Programme for JCM Model Projects;
  - Feasibility Studies for elaborating investment plan on JCM projects;
  - Promotion for participation in JCM Financing Programme; and
  - Capacity Building Programmes for the JCM.

### **Global Environment Centre Foundation (GEC):**

 The Secretariat of Financing Programme (FY2013, FY2014, FY2015, FY2016) and Feasibility Study Programme for the JCM, commissioned by the MOEJ



### JCM Model Projects by MOE



Eligible Projects : starting installation after the adoption of the financing and finishing installation within three years.



## Number of JCM Model Project in sectors by partner countries



### **JCM** Project

### Power generation by waste heat recovery in cement industry

Project Owner (Japan): JFE Engineering Corporation, (Indonesia) PT Semen Indonesia (Persero) Tbk.

### Outline of GHG Mitigation Activity

The proposed project is planned to introduce a waste heat recovery (WHR) boiler steam turbine generator system at an existing cement production plant (PT Semen Indonesia, Tuban Plant) located in Tuban, East Java, Indonesia. The WHR system will utilize waste heat currently emitted from the cement factory without utilization. WHR boilers will generate steam using the waste heat exhausted from the cement plant, and the steam will be fed to the steam turbine generator to generate electricity.



Tuban Plant



### Expected GHG Reductions

### 122,000 tCO<sub>2</sub>/year

◆The quantity of net electricity generation by the WHR system which replaced grid electricity import

		Α	В	С	D	E(A*B*C*D)
	Quantity of electricity generation	Generation capacity (MW)	Operating day/year (d/yr)	Time (hrs/d)	Operati ng Rate	Electricity (MWh)
	Dry season	28	182.5	24	0.85	104,244
	Rainy season	22	182.5	24	0.85	81,906
	Electricity consumption by WHR system	2.4	365	24	1	21,024
	Quantity of net electricity	y replaced grid e	electricity imp	oort (Eg <sub>v</sub>	)	165,126
•	$\clubsuit$ Reference emissions (RE <sub>v</sub> ) = EG <sub>v</sub> * EF <sub>arid</sub>					
	= 165,126 MWh/y* 0.741 tCO <sub>2</sub> e/MWh <b>= 122,000 tCO<sub>2</sub>e/y</b>					
• Project emissions ( $PE_y$ ) = 0						
•	• Emission reductions (ER <sub>y</sub> ) = RE <sub>y</sub> – PE <sub>y</sub> $\doteq$ <b>122,000 tCO<sub>2</sub>e/y</b>					



### Host Country: Indonesia

### JCM Model Project

### Installation of High Efficiency Loom at Weaving Factory

PP (Japan): Toyota Tsusho Corporation / PP (Bangladesh): Hamid Fabrics Limited

### Outline of GHG Mitigation Activity

The textile industry is a key industry in Bangladesh, accounting for more than 80% of the total exports. This project introduces air jet looms at a weaving factory, which can reduce energy consumption and increase productivity at the same time.

Currently, rapier looms are widely used in Bangladesh and many of them are secondhand. Compared to the rapier looms, air jet looms introduced in this project have 1.8 times higher productivity and 15% higher energy efficiency, which means approximately 53% energy efficient in terms of unit per area of fabric produced. The air jet looms are environmentally sound not causing problems such as noise and waste water treatment.



Host Country: Bangladesh



Global Environment Centre Foundation

## Thank you

Further information could be found at our website dedicated to the JCM: <a href="http://gec.jp/jcm/">http://gec.jp/jcm/</a>>.



-Low carbon technologies in Germany and Japan-

### Enhancing Stakeholders Matchmaking to Promote Low Carbon Technology Transfer

Abdessalem RABHI, PhD. Senior Policy Researcher, and Task Manager, IGES



### Background

- Low Carbon Technology Transfer (LCTT) still considered a hot topic and urgent issue to be tackled
- There is still no consensus on what to do?, how to do it?, and who can play what role?



### Background

Numerous programmes/approaches/models are addressing LCTT, but their efforts remain somewhat fragmented and weakly coordinated



Source: structured Dialogues on a technology facilitation mechanism , David O'Connor. UN-DESA, DSD , Dialogue 1, 29 April 2014

e.g. IGES-TERI project(s) to promote clean technology application in India (2010~2015)



### Aspect of strategy

- 1) Address the whole process of LCTT rather than just part of it (e.g. through decomposing it into three stages)
- 2) For each stage, map what should be done? how?, and who can play what role?



### Aspect of strategy

3) Initiate a stakeholders' matchmaking platform that has a role of assessment, mapping and "on the ground" matching (B2B, B2F, B2P), along with information & knowledge sharing role.

4) The Matchmakers should, preferably, be NGOs/NPOs





### Enhancing stakeholders' matchmaking Matching Businesses to Businesses (B2B)



www.iges.or.jp

<u>IGES</u>

### Enhancing stakeholders' matchmaking Matching Experts with Experts (E2E)







### Enhancing stakeholders' matchmaking Matching Businesses with Funding Agencies (B2F)





Mtg. with GEDA

Mtg. with SIDBI



Mtg. with JICA (India)



Mtg. with JBIC (India)



Mtg. with NEDO (India)



**IGES** 

IGES

### Enhancing stakeholders' matchmaking Matching Businesses to Policy Makers (B2P)



e.g. mtg. with Local and Central Boiler Inspectors regarding boiler regulation





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## Establishing a German-Japanese Energy Transition Council (GJETC)

## **Project Outline**



## **Suggested Structure for the Council**



### **Core task: Scientifically based Output**

G-J Energy Transition Council

2 Meetings per year Workshops, Expert Hearings

Study Program: 5-6 Studies on different topics

Fact Sheets and Recommendations for Politics and Public

**ECOS** 



GmbH

Wuppertal Institut für Klima, Umwelt, Energie



Output

## **Dialogue-oriented and Knowledge-based Operation**



### **Consistent and user-friendly format for studies**



# Possible strategic topics of mutual interest of the Japanese-German Energy cooperation

- 1: Energy transition as a central building block of an ecological industrial policy (incl. Enhancement of energy and resource efficiency)
  - Market chances REG and innovative technologies for RE, as well as resource efficiency and macroeconomic benefits of an ambitious climate protection etc.
- 2: Strategic framework and social-cultural aspects of the energy transition
  - Specific framework for an energy transition in all sectors, comparison of scenarios, roadmaps and strategies for energy policy, etc.



## Possible strategic topics of mutual interest of the Japanese-German Energy cooperation

- 3: Energy market regulations and the future design of the energy market
  - Concepts for the transformation of the energy market (grid expansion, options for flexibilisation, capacity markets), development of the distribution grid to the Smart Grid and relevant political framework, etc.
- 4: Energy efficiency and the Development of energy service markets
  - Good Practice experiences of P&M (EU/ EED; Contracting, SME-network; Setsuden; Demand Side Management, etc.) / new instruments, institutional options for strategies regarding RE, etc.



GmbH





## Possible strategic topics of mutual interest of the Japanese-German Energy cooperation

- 5: New allocation of roles and business segments of former and new participants in the energy sector
  - e.g. new business segments, ownership structure (private/public utilities, public energy, municipalities), experiences regarding citizens funding, cities and regions as participants for a national energy transition
- 6: Development of technical systems and new technologies on the way to energy transition
  - e.g. innovations regarding efficiency, storage technologies, floating wind parks, electric mobility, Power-to-Cold/Heat, Power-to-Gas



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## Roadmap: 4/2017 to 4/2018



## Collaboration for Climate Change Mitigation

- Germany and Japan

Heiwa Hasegawa

Senior Consultant DEinternational German Chamber of Commerce and Industry in Japan













International collaboration in technology development (bilateral) Technologies for climate change mitigation, 2012

							Un	it: Number o	of Patents
		Canada	France	Germany	Japan	Korea	UK	USA	China ★:
Canada	÷		7	14	4	18	4	126	25
France		7		70	0	2	15	61	7
Germany		14	70		15	18	37	132	20
Japan		4	0	15		29	17	40	14
Korea	<b>**</b> **	18	2	18	29		5	70	41
UK		4	15	37	17	5		72	15
USA		126	61	132	40	70	72		196
China	*1	25	7	20	14	41	15	196	

Unit: Number of Patents



### Learning Energy Efficiency Networks 30 pilot network





	4 years				
Phase 0 (3 to 9 months)	Phase 1 (5 to 10 months)	Phase 3 (2 to 4 years)			
Acquisition Meetings: LEEN-Concept • organization • process • costs • profit Letter of Intent / Contract Official start of network	Identification of profitable energy savings: • initial questionnaire • site inspection • initial saving report Target agreement • Energy Reduction • CO <sup>2</sup> -reduction	Continuous network meetings (3 to 4 meetings per year) content • site inspection • lecture on an efficiency topic • presentation of realized measures • general exchange of experiences Completion: Communication on results Decision, if network will be continued			

Monitoring of results

**Process technology** 

Communication on network activities

Source: LEEN GmbH



Successful track record; the evaluation of 260 participating companies revealed:

- 3,118 profitable measures (IRR > 12%)
- An investment volume of 167m EUR
- An average IRR of 36%
- A payback period of 2.7 years
- Energy savings potential of 6.5% and  $CO_2$  of 8.5%



Source: LEEN GmbH



www.30pilot-netzwerke.de

## Thank you for your attention!