

Global Status of CCS – A Policy and Project Overview

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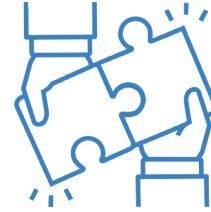
GLOBAL CCS
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Collaborating for a net-zero future



International collaboration platforms

- Clean Energy Ministerial
- Mission Innovation
- Carbon Management Challenge
- Asia CCUS Network



Public-private partnerships

- **Jubail CCUS Hub**
Saudi Arabia, Saudi Aramco, SLB & Linde
- **Shepherd CCS Project**
Malaysia & South Korea, Lotte Chemical, Petronas, Samsung E&A, Samsung Heavy Industries, SK Eathon, KNOC, Hanwa Corporation, Air Liquide and Shell



Government bilateral agreements

>50 bilateral agreements or MOUs between governments executed since 2020 that include CCS within their scope



Private sector cooperation

- Technology companies ↔ Project developers
- Shipping companies ↔ Ports
- Industrial emitters ↔ Transport & storage developers

Global facilities & trends

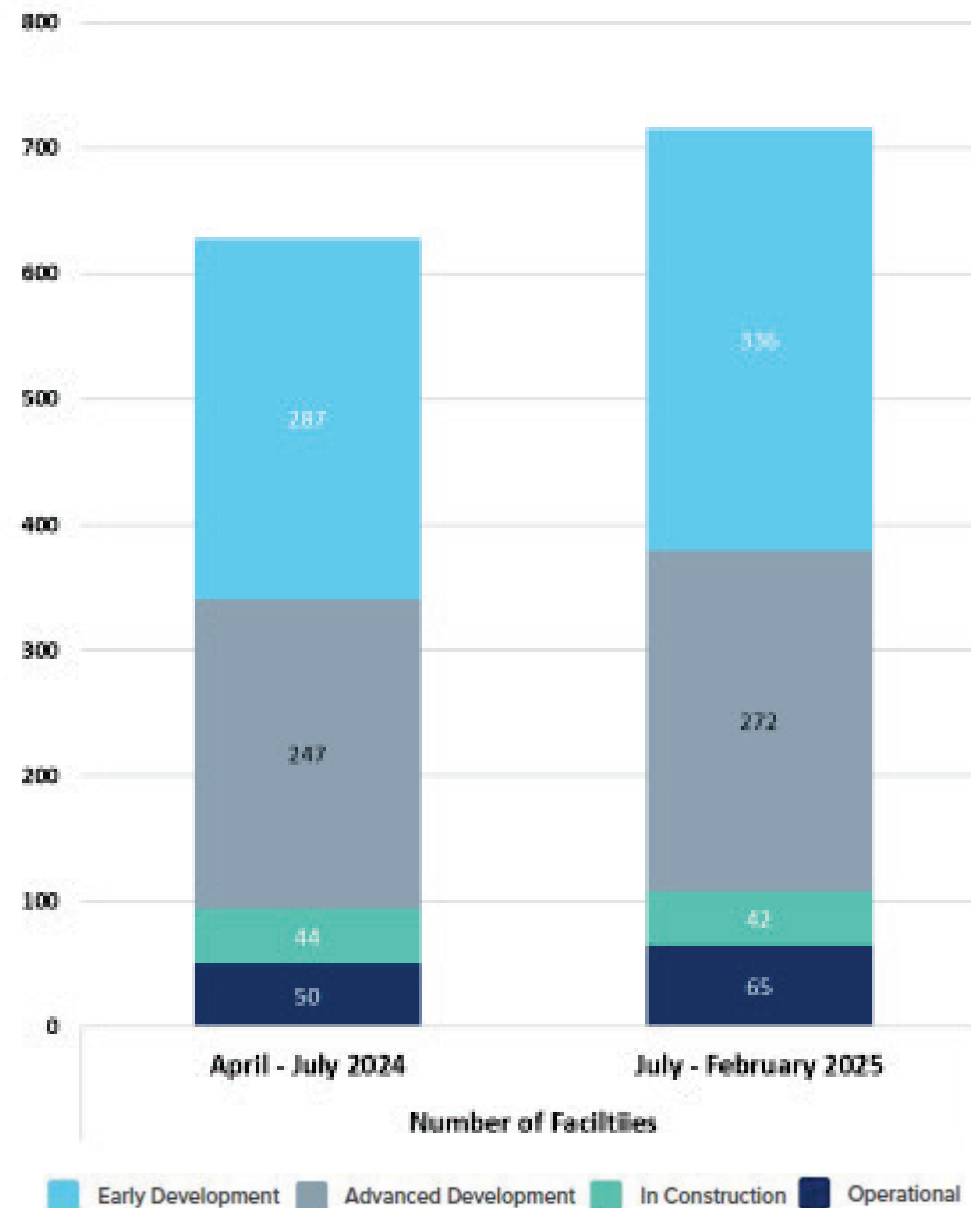
715 Projects in the pipeline

450 Cumulative capture capacity
Mtpa

Significant growth in the CCS facilities pipeline

65 Facilities in operation

42 Projects in construction



Global policy, legal & regulatory trends

Sustained and strengthened policy support continues to drive global CCS deployment

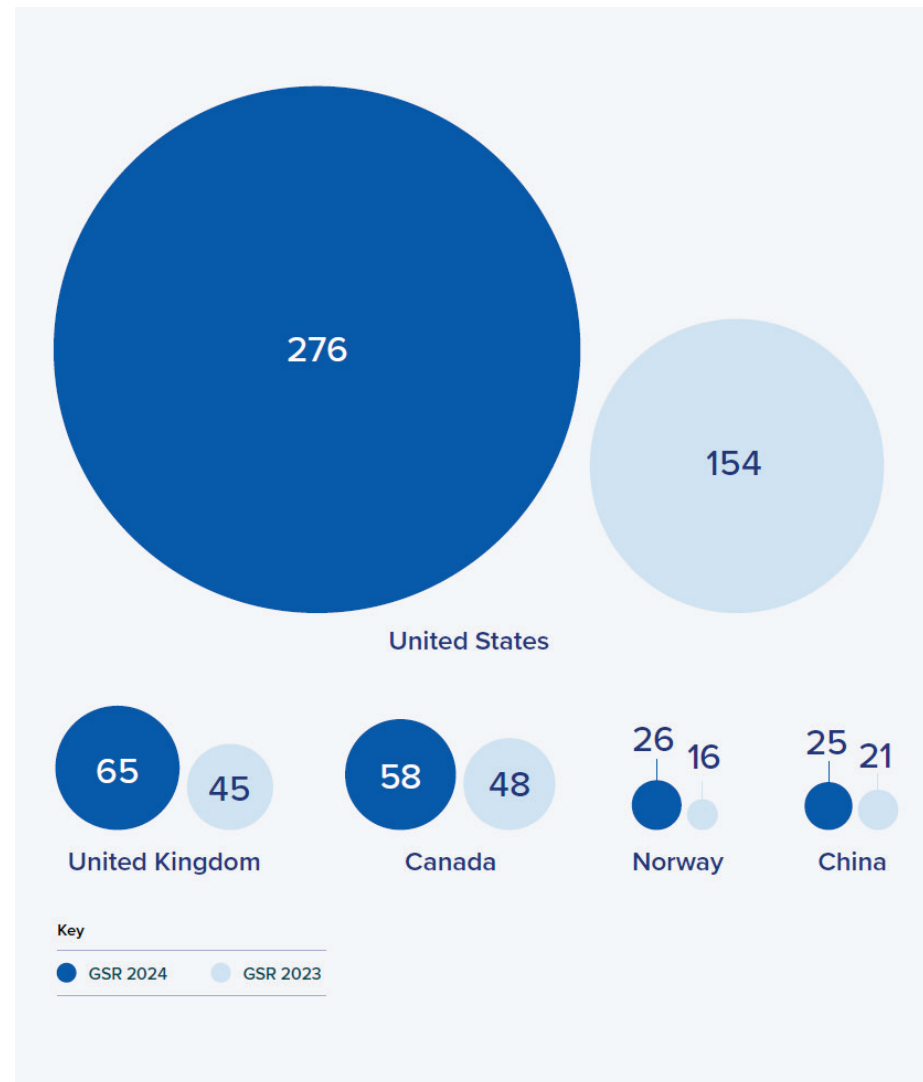
Multilateral initiatives

- CCS in the **Global Stocktake**
- Upcoming **NDCs 3.0** expected to include CCS investment plans (February 2025)

New & strengthening CCS legal frameworks

- **US**
Funding mechanisms remain in-place
- **Europe, UK, Australia**
Building-on & refining existing regimes to allow transboundary movement of CO₂
- **Middle East, Southeast Asia, Brazil**
Developing CCS legislation for deployment

Top 5 countries with CCS projects in 2024 v 2023
(by number of projects)



CCS Progress: the United States

US continues to lead global CCS facility count

26

Operational
projects in
the US

11

In construction
in the US

Federal and state policy incentives are currently sustaining CCS investment

Bipartisan Infrastructure Law (BIL)

- >US\$12 billion investment for carbon management & hydrogen hubs – note the funding is under review

Inflation Reduction Act

- IRA increased 45Q tax credit for geologic storage of CO₂, lowered capture thresholds to qualify for tax credits, and added provisions for direct pay & tax credit transferability

45Q and 45V tax credits remain in place

Queue of Class VI applications growing

- 7 projects with 165 applications under review across 14 US states
- Additional 37 projects with 96 applications under review in states with Class VI primacy (WY, LA, ND)

CCS Progress: Canada & Brazil

Combination of mandates & policies drive development in Canada

7 Operational CCS facilities in Canada

6 Facilities in construction in Canada

Federal carbon price increased

- CA\$80 per tonne in 2024, rising CA\$15 per tonne annually to CA\$170 per tonne in 2030

Investment tax credit for CCUS projects released

- Covers up to 50% of capital costs for projects (60% for DAC) until 2030

Growth Fund allocation for Carbon Contracts for Difference announced

- Up to CA\$7 billion allocated

CCS legislation in Brazil a milestone for South America

- **Fuels of the Future Bill signed into law on 8 October** provides foundation for CCS regulations in Brazil

Brazil continues successful CCS operations at its Santos Basin ore-salt reservoirs

- 13 Mt CO₂ injected in 2023

CCS Progress: Asia Pacific & India

Storage hubs & cross-border CCS projects a major focus & dominant trend

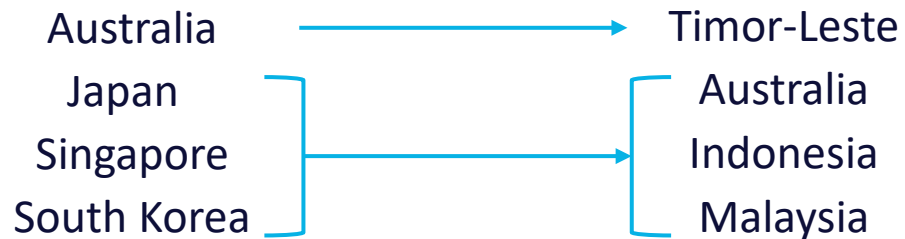
3 Operational CCS facility in Asia Pacific

2 Facilities in construction in Asia Pacific

Standalone CCS legislation released

- Indonesia
- South Korea
- Japan
- Western Australia
- Malaysia
(CCUS Bill introduced in March 2025)

Transboundary transport & storage of CO₂ in discussion



CCS potential remains strong in India

Four interministerial CCUS taskforces

collectively working on range of issues including development of technical standards



Gorgon LNG facility incorporating CCS system, Western Australia. Image courtesy of Chevron.

CCS Progress: China

CCUS forging ahead in China

CCUS prominent in climate policies

- **Implementation Plan for Green and Low-Carbon Technology Demonstration Program**
- selected 6 CCUS projects for grants & low-cost financing

Plan released to reduce emissions from coal-fired power plants – includes 3 main strategies

- CCS
- Co-firing with green ammonia
- Co-firing with biomass

Central Government leading international collaboration

- Sunnylands Statement with the US
- 5 large scale CCUS projects each by 2030
- Research exchange with France

Projects scaling-up and setting records

World's largest oxy-fuel project in cement sector now operational

- 200,000 ktpa capacity

Huaneng coal power on track for completion

- 1.5 Mtpa capacity – world's largest

Phase 1 of Xinjiang Oilfield coal power project under construction

- 1 Mtpa capacity - Phase 2 will add another 1Mtpa



Huaneng Longdong CCUS project under construction.
Image source: [China Energy Engineering Corporation](#).

CCS Progress: Europe & the UK

Decarbonisation policies & robust CCS market anticipation drive new projects

9 Operational CCS facilities in Europe

11 Facilities in construction in Europe

CCS a key focus in climate & industrial policy agendas

- Net-Zero Industry Act
- EU Industrial Carbon Management Strategy
- EU Clean Industrial Deal
- £21.7 billion support for UK Teesside & Merseyside clusters

Roadmaps for CCS deployment make significant progress

- **9 countries**, in addition to the EU, introduced or announced industrial carbon management strategies or roadmaps for CCS deployment

CO₂ transport & storage facility development surged

- Across Europe, the number of transport & storage facilities in development reached 77 – **doubling** in a year



Brevik CCS facility in Brevik, Norway. Image courtesy of SLB Capturi.

CCS Progress: Middle East & Africa

Decarbonisation & low-carbon fuel development shift focus for CCS in MEA

3 Operational CCS facilities in MEA

6 Facilities in construction in MEA

CCS policy in region advancing quickly

- **UAE** Industrial Decarbonisation Roadmap includes CCS
- **Saudi Arabia** outlining ambitious targets

Carbon markets being established to support deployment

- **UAE's** Air Carbon Exchange
- **Saudi Arabia's** carbon crediting scheme

Collaboration at fore of development

- Advancing technology & DAC projects
- Establishing cross-border projects & CCS hubs

Notable developments move CCS forward in Africa

- Identification of storage sites progressing in **Egypt**
- CCUS pilot well drilled in **South Africa**
- Small-scale DAC project launched in **Kenya**



CycloneCC Industrial Demonstration Unit in the UAE. Image courtesy of Carbon Clean.

Development of transnational value chains

Significant opportunity afforded in establishing transnational CCS value chains

- Potential to reduce the the total cost to many nations, in achieving their net-zero targets.
- Create international trade in CO₂ transport and storage.
- Provide CO₂ management infrastructure for industry.
- Create low emission industry hubs and establish new low emission industries.
- May protect and create jobs (CBAM).

Transboundary movement of CO₂

Addressing issues surrounding the transboundary movement of CO₂ is critical for deployment

- Legal and regulatory issues remain central to governments' consideration.
- Advances under international marine law have resulted in important progress.
- Government to government agreements an important feature of managing these issues.
- Challenges remain, however, and several outstanding issues are to be addressed for transboundary projects (e.g. accounting and MMV and the treatment of liability).

Thank you



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