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# Supply and demand of CERs until 2020

IETA side event, COP/MOP, Poznan 09.12.2008

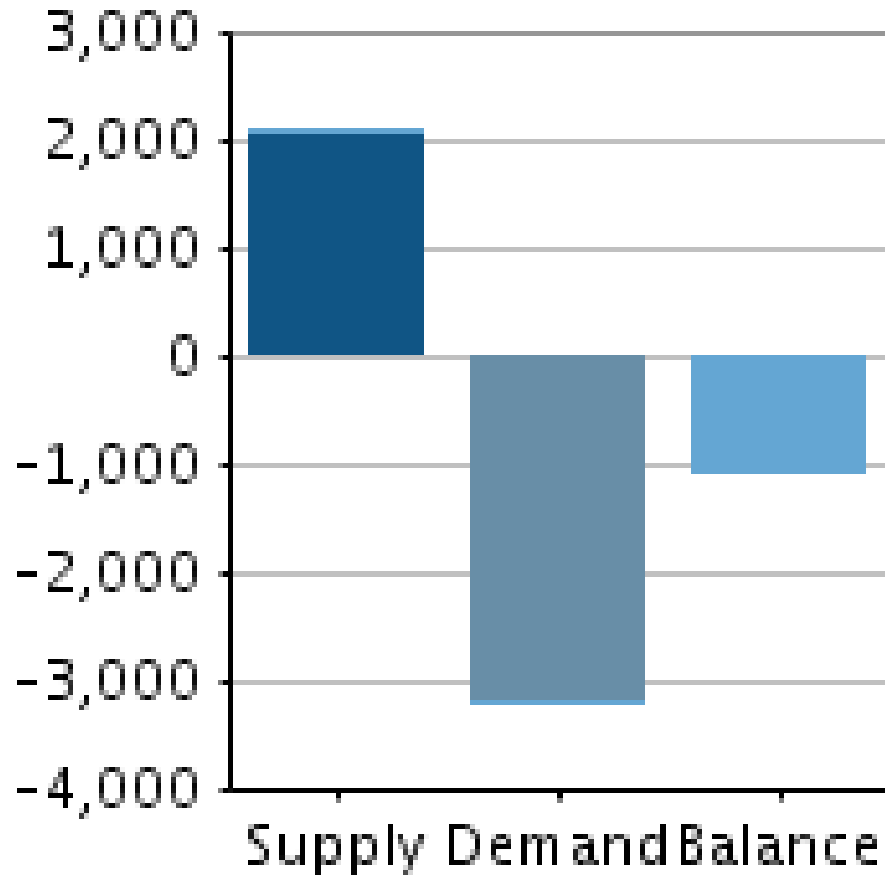
Arne Eik, Manager CDM/JI

# Main messages

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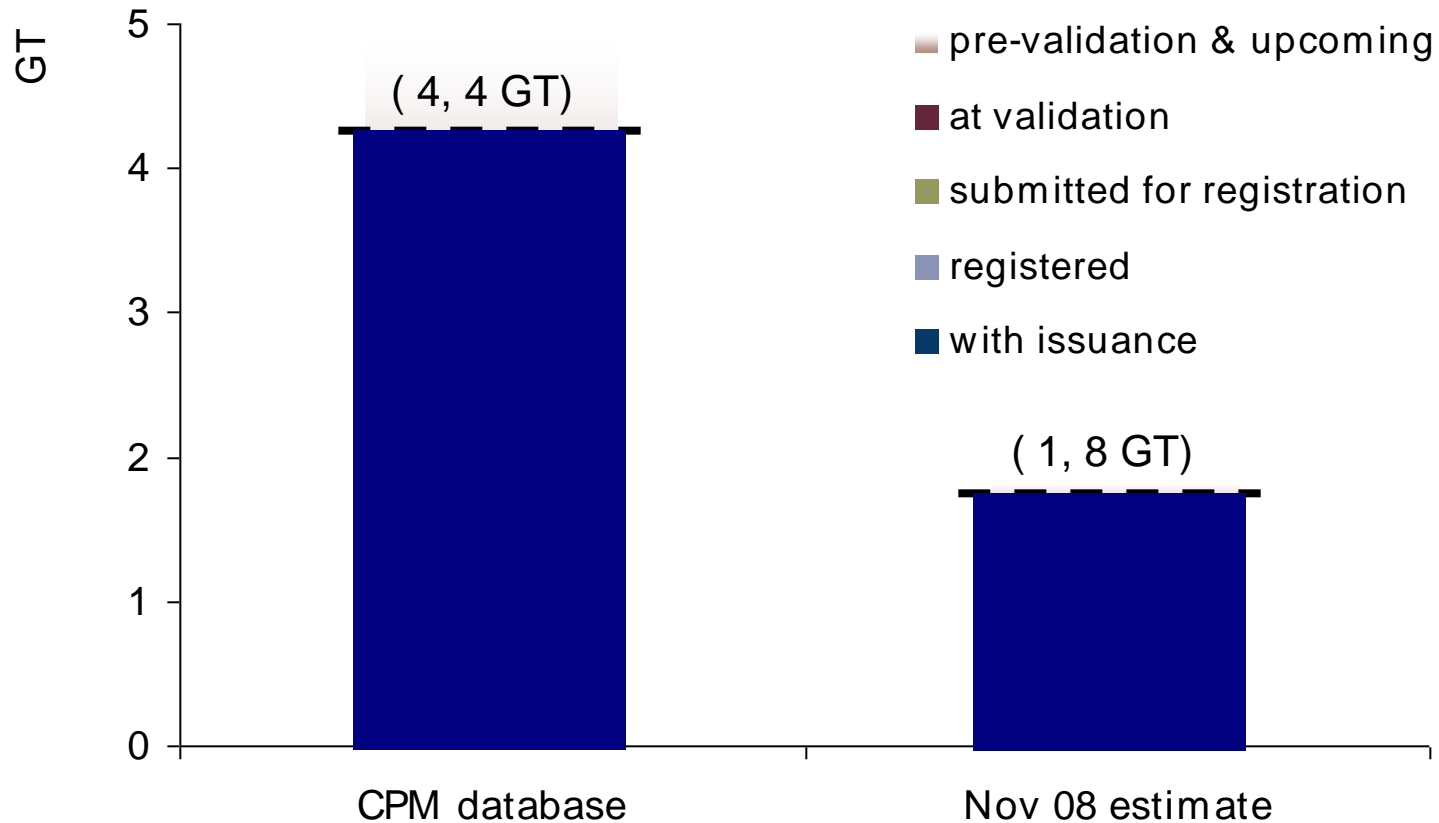
- Demand for credits higher than CER/ERU supply in Kyoto period
- Post-2012 uncertainties are high
  - CDM reforms to appear
  - US to play a key role
  - Main scenario: Big emitters to take on targets by 2020

# CER/ERU supply vs credit demand until 2012 [Mt]

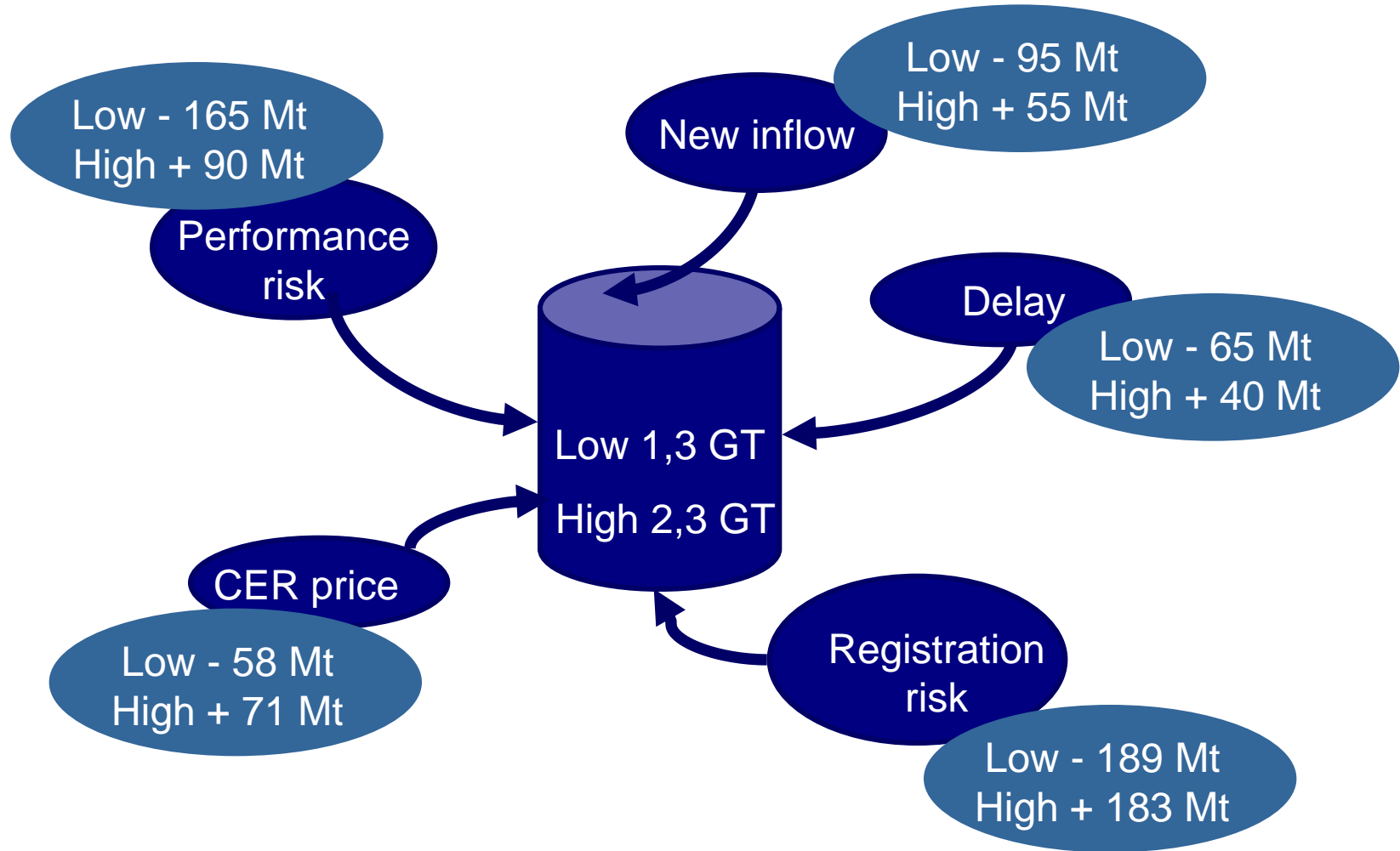


Source: Carbon Carbon Project Manager

# Different risk adjustment depending on project maturity



# High and low scenario

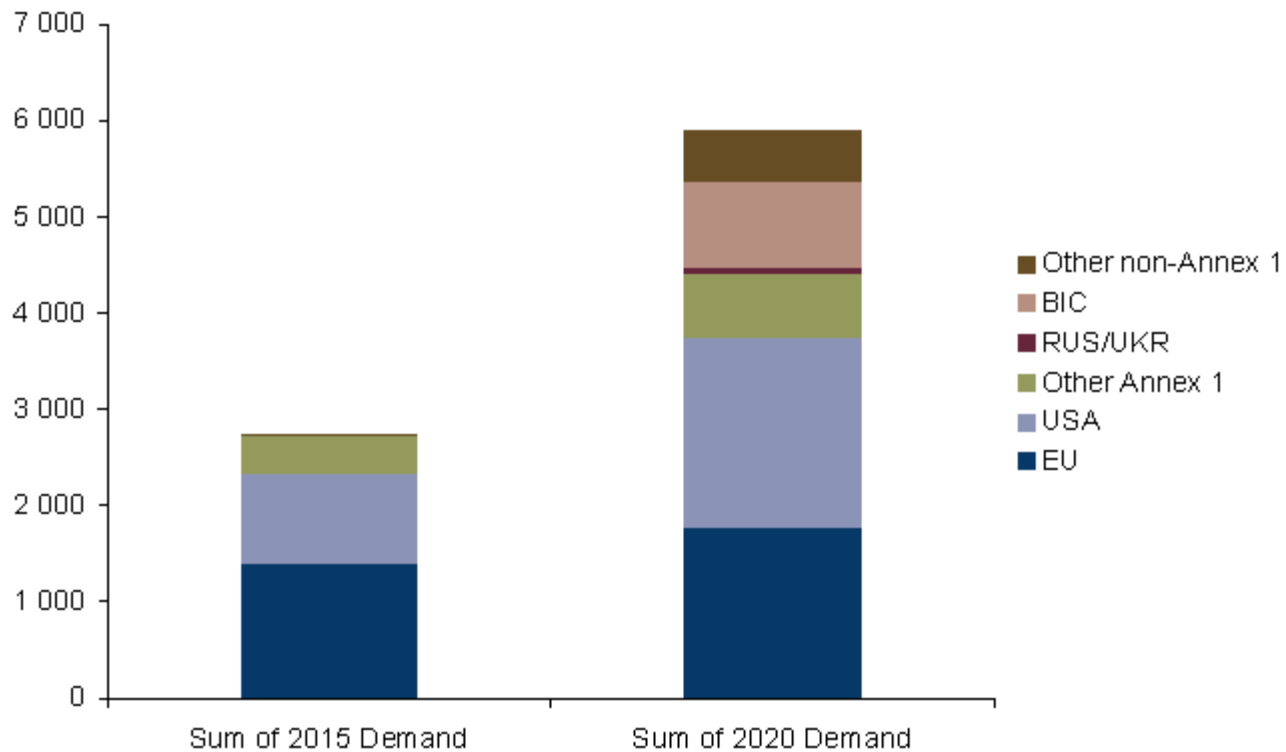


# Coverage post-2012

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- Country targets (100%)
  - Annex I countries
  - Korea
  - Mexico
  - Israel
  - Belarus
  - Kazakhstan
  - Turkey
  - Former Yugoslavia
  - Chile
  - Argentina
  - And some smaller countries
- Sector targets
  - Brazil, China: 5-10%
  - Other non-Annex I: 10-15%
  - LDCs: 0%
- 2018-2022
  - China and Brazil take on country target, India a broader sector target
  - Many other non-Annex I countries take on country targets
  - A few LDCs take on limited sector targets

# Demand for reductions in 2015 and 2020 (Mt/year)



# Emissions reductions in non-Annex I countries (Mt/year) differentiated by the policy instrument being used (NTP=Non Trading Policies)

