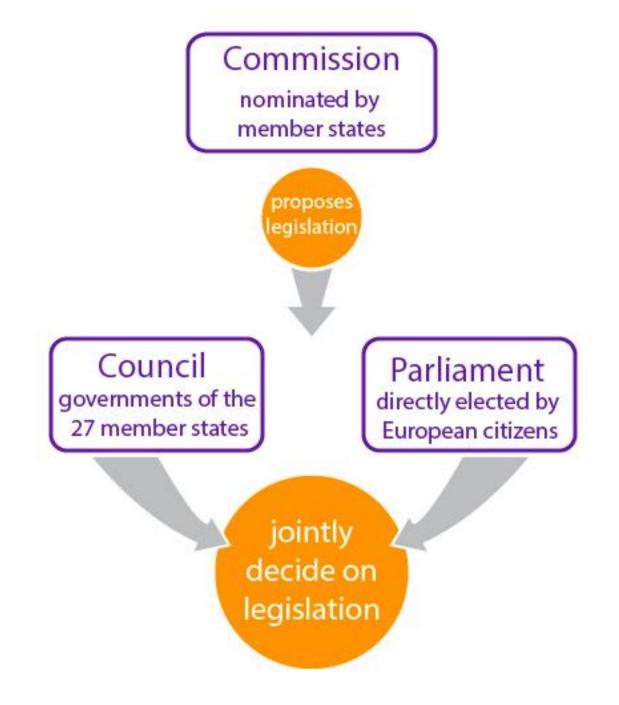
Update on EU environmental policy

INTERTANKO European Panel Meeting Rome 17 September 2019

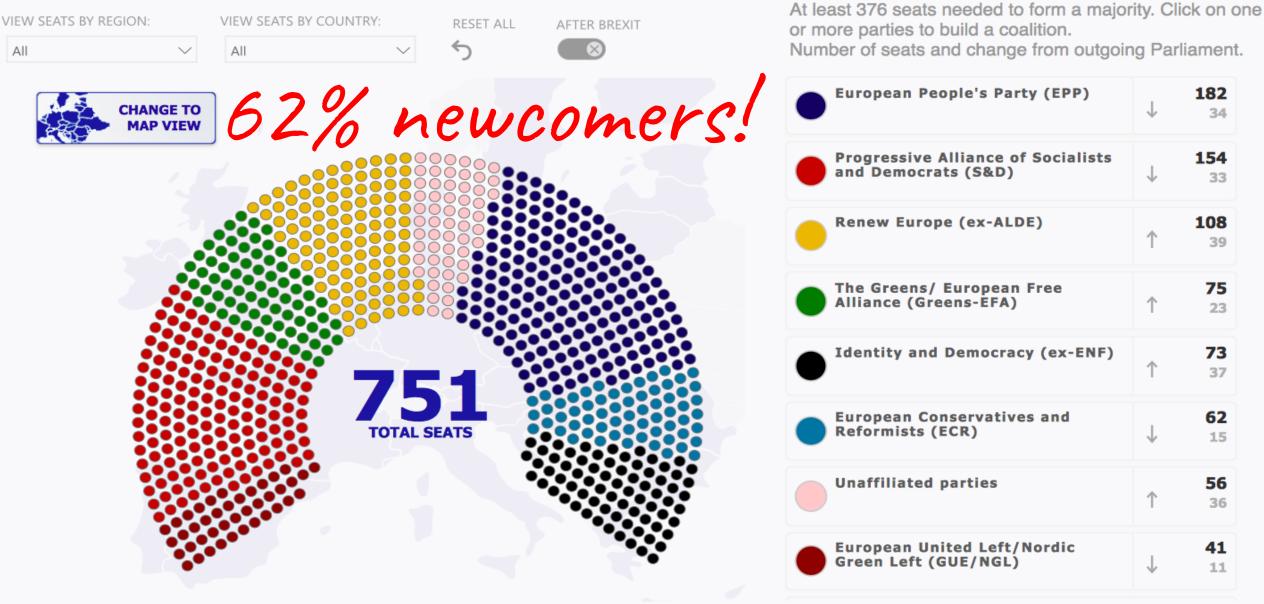


GUIDING YOU THROUGH THE EU

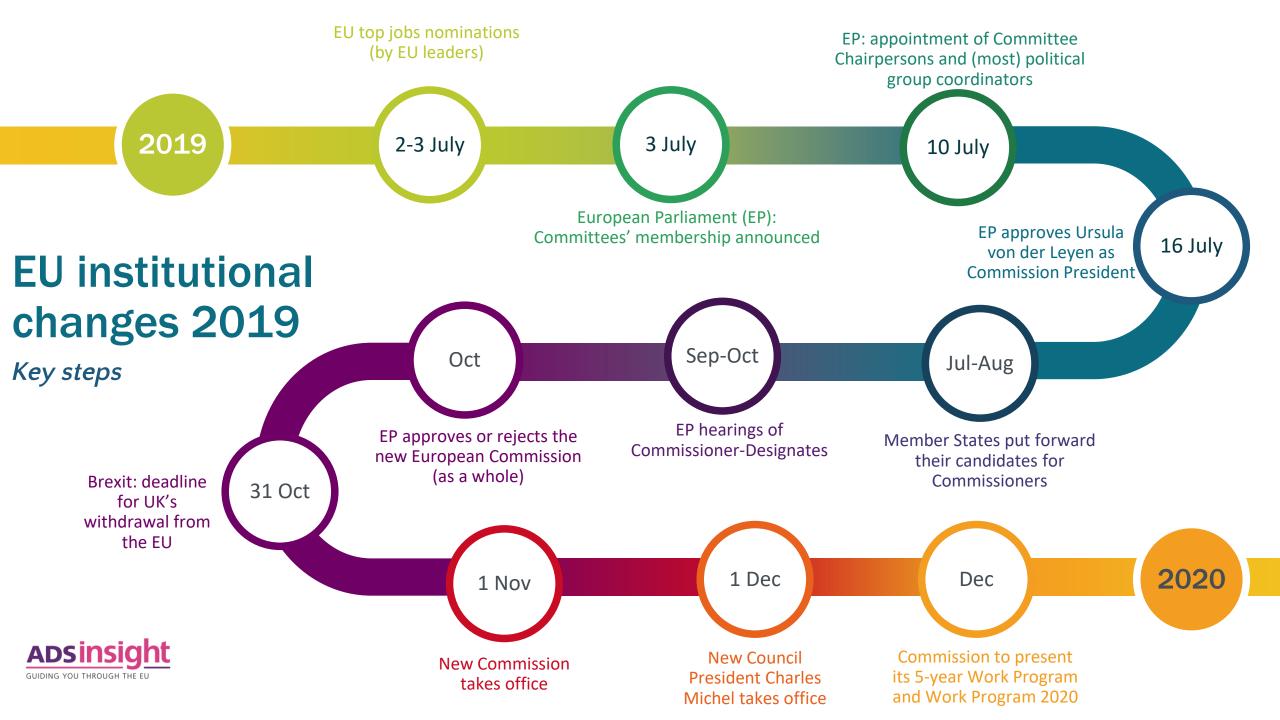


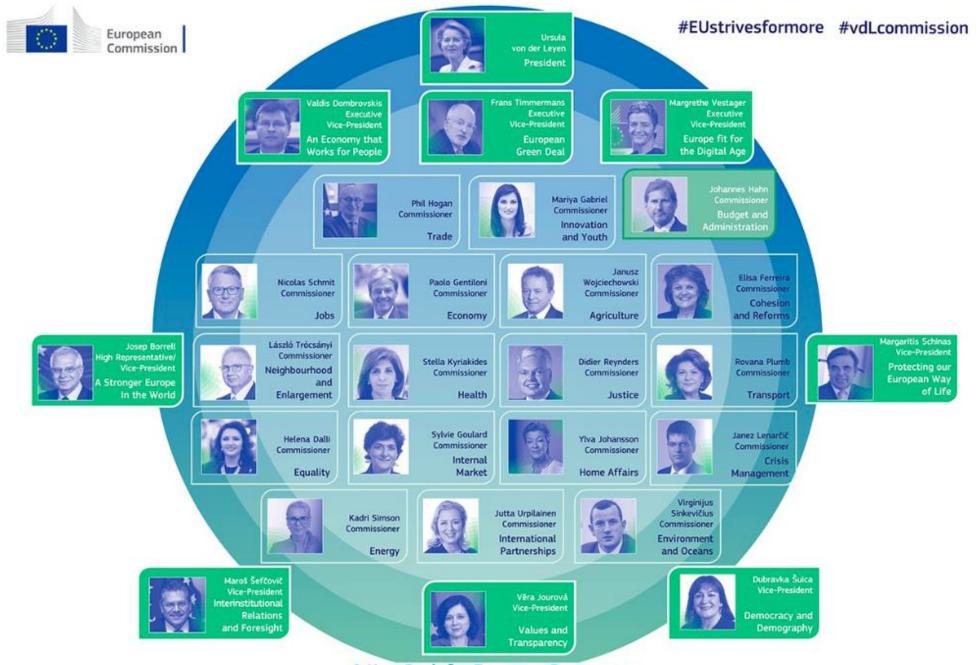
EU ELECTIONS RESULTS

Final results.



POLITICO





A New Push for European Democracy

A European Green Deal

- Frans Timmermans (S&D, the Netherlands)
- 93% of Europeans see climate change as a serious problem but EU emissions are only 9% of global
- "The first European Climate Law" in the first 100 days
- GHG reduction target of at least 50% by 2030 (now 40%)
- Make Europe the first climate-neutral continent by 2050
 - Informal Transport Council on 20 September

A European Green Deal

- Carbon Border Tax
- Energy Taxation Directive revision
 - Council and EC already active
 - Brexit + qualified majority voting + co-decision
 - End to tax exemptions for sea transport already by early 2020?
- Biodiversity Strategy for 2030 to target e.g. maritime affairs
- Zero-pollution ambition covering air, water and noise pollution from transport and other sectors

Europe fit for the Digital Age

- Margrethe Vestager (RE, Denmark)
- Known for being tough on tech giants
- Asked to develop Europe's strength in digital areas, such as cybersecurity
- Coordinate European approach on AI in the first 100 days
- Strengthening competition enforcement
- Tackle distortive effects of foreign state ownership

An Economy that works for the People

- Valdis Dombrovskis (EPP, Latvia)
- To strengthen the European economy against future shocks
- To ensure that sanctions imposed by the EU are properly enforced
- Channel a large amount of European financing to climate investments in the years to come

 Message to all EVPs: EP to be regularly briefed, notably before international negotiations (in light of EP's foreseen right of initiative)

Transport

- Rovana Plumb (S&D, Romania)
- To lead work on extending ETS to the maritime sector
- Play a leading role internationally, such as IMO negotiations on GHG
- Contribute to the review of the Energy Taxation Directive and the zero-pollution ambition
- Uphold highest safety standards in transport
- Focus on digital transition
- Assisted by DG MOVE, working under Timmermans

Environment and Oceans

- Virginijus Sinkevičius (Independent/green, Lithuania)
- Biodiversity Strategy for 2030
- Deliver a zero-pollution ambition
- Circular Economy Action Plan (PRF revision part of 2018 CEP)
- "A new approach for a sustainable blue economy"
- International ocean governance, including UN Ocean Conference in Lisbon 2020
- Assisted by DG MARE and DG ENV, working under Timmermans

MRV revision (part 1)

- EU MRV Regulation entered into force 1 July 2015
- First round of data published 30 June 2019 -and criticised
- Report to follow by the end of 2019
- Proposal to amend MRV Regulation came February 2019
- Aims to align with IMO DCS, to some extent
 - Streamline definitions and monitoring parameters to reduce admin
 - Confidential vs. publicly available data

MRV revision (part 2)

- Council begun work under Romanian Presidency
- Luxembourg proposal: by 2030 <u>each</u> ship has to have a carbon intensity 40% lower than in 2008 (questioned by legal services)
- Finland just started
- MT, CY, GR want full alignment
- DK et al want cargo carried mandatory
- European Parliament warming up
 - Jutta Paulus (Greens, Germany) Rapporteur
 - Peter Liese (Conservative, Germany) Shadow-Rapporteur

Air emissions - SOx

- EU Sulphur Directive 2012
 - 0.10% as of 2015 in SECAs
 - 0.50% outside SECAs as of 2020 (before IMO made decision)
- European Commission implementation report in 2018
 - good compliance rate
 - much lower SOx concentrations in regions in SECAs
- Commission supports other ECAs in Europe, including Med ECA (initiated by France with aim for proposal to IMO in 2020)
- ESSF sub-group on air emissions, on i.a. preparation for 0.50% limit in 2020 (enforcement best practices, port state guidelines, etc..)

Ship Recycling (part 1)

- Brings IMO Hong Kong Convention into force and is broadly aligned
- All ships calling at EU ports are required to carry an IHM
- As of January 2019, all ships flagged by an EU Member State must be recycled at EU approved facilities
- Infringement proceedings against Croatia, Cyprus, Germany,
 Greece, Italy, Portugal, Romania, Slovenia and Sweden opened in
 June two months to reply before reasoned opinions

Map of the 34 EU-listed yards



Ship Recycling (part 2)

- 5th version of EU List of SRFs published 18 June 2019
- Another 28 yards outside the EU have applied for inclusion
 - Some inspection reports available (w/o commercially sensitive information)
 - Improvements often required
 - Applications from 4 Chinese yards on hold due to ban on waste imports
 - EC framework contract on e.g.review of applications from non-EU yards and site inspections tender launched in June 2019, duration 48 months
- Financial incentives to be reassessed after seeing effects of EU list



Thank you!