

Welcome to EDF China Carbon Pricing Newsletter

SPECIAL EDITION-ETS Newsletter

Have Your Say on the

Allowance Allocation for China's National Emissions Trading System

Dear friends and colleagues,

Following the latest issuance of the “National Carbon Emissions Trading Management Measures (Trial) (Draft for Comment)”(hereinafter as the “Measures”), on November 20th, the Ministry of Ecology and Environment (MEE) released a draft policy on the allocation of carbon emissions allowances within China’s national ETS (“allocation plan”) for public consultation, including the coverage of a total of 2,267 power plants in its first phase.

The issuance of the allocation plan not only discloses the participating entities’ list, but also introduces policy options for local authorities so as to strengthen enforcement to implement carbon peaking. Furthermore, it also includes the specific methods for flexibility management as well as the transition plan for the pilots.

EDF is now inviting stakeholders and experts from industry associations, international organizations and research institutions to discuss the allocation plan before we send the MEE our feedback, and we look forward to hearing your comments and suggestions. Please find our English translation of [the allocation plan and the explanation of its promulgation](#) for your use and return your comments to us by replying to this email by November 28th. Please ensure that your comments adhere to the format provided.

We greatly appreciate your ideas and suggestions and will translate your comments into Chinese before sending them to the MEE. You may opt to submit your comments anonymously, and we will uphold your choice accordingly.

Please feel free to share the newsletter with other acknowledged experts.

As always, please do not hesitate to let us know if you would like to follow up on the above topic on China’s ETS and anything else you may wish to know. We would love to hear from you.

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2020 is the final year of the “13th Five-Year Plan” and the foundation year of the “14th Five-Year Plan”. China’s Ministry of Ecology and Environment stated that a Nationwide ETS with complete institutions, active trading, strict supervision, and high transparency will be built during the 14th Five-Year Plan period. EDF will continue to follow up on the construction of China Nationwide ETS, bringing you first-hand news and insightful analysis. For more information or to get in touch with an EDF spokesperson, please contact EDF China at China@edf.org.

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