

## **2.1 From the viewpoint of Equity**

## 2.1.1 What is equity?

- Equity is a situation in which everyone is treated fairly.
- Why equity matters ?
  - Equity conflict with national interests

# For developing countries' participation

- If the regime targets for GHGs stabilization at 550 ppm, **the practical participations of developing countries are needed from the early stage.**

therefore

- The viewpoint of equity is important
- The regime should be acceptable to every country and avoid negative effects on national interests.

## 2.1.2 five dimensions

1. Responsibility
2. Equal Entitlement
3. Capability
4. Basic Need
5. Comparable Effort

source: Xueman et al (2001)

## 2.1.3 Proposals that meet equity

### Allocation

- Brazilian Proposal
- Contraction & Convergence

### Timing

- Simultaneous Participation
- Timing Differentiation

# Allocation

	Brazilian proposal	C&C
Responsibility		×
Equal entitlement	×	
Capability		
Basic need		

独自に作成

- Capability と basic needは責任と平等に付属する要素である。
- Responsibility と equal entitlementの判断は価値基準による。

# Timing

	Simultaneous participation	Timing differentiation
Responsibility	×	
Equal entitlement	—	—
Capability	×	
Basic need	×	

独自に作成



# Allocation & Timing

	B.P	T.D	C&C	T.D
Responsibility			×	
Equal entitlement	×	—		—
Capability				
Basic need				
Comparable effort	Emission trading			

# Brazilian Proposal

- Burden sharing is based on **historical responsibility** for global warming.
- Annex I countries should reduce CO2 emissions to 30 per cent of 1990 level by 2020.

# Contraction & Convergence

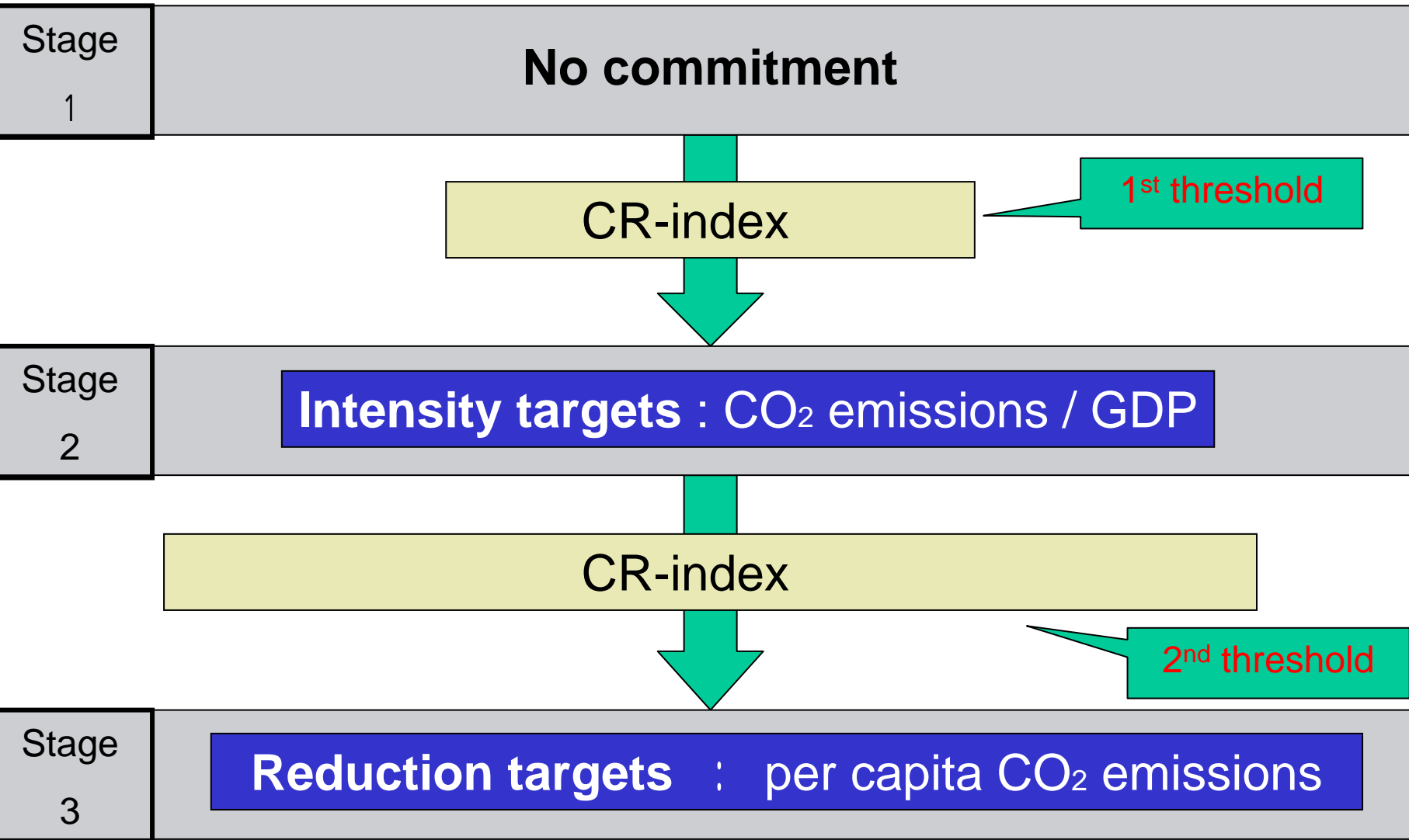
- **Simultaneous participation** of every country right after the first commitment period of KP (2013)
- Stabilization of the GHG concentration level by 2100.
- **Convergence of per capita emissions** at a given year, say 2050.

# What is MS?

## Non-Annex

- Stage1 No commitment
- Stage2 Limitation targets (e.g. intensity targets)
- Stage3 Reduction targets
- Per capita emissions will eventually converge across countries.

# What is MS?



# CR-index

- Article 3.1 of UNFCCC

“Common but differentiated responsibilities and respective capabilities”

Per capita GDP : A

Per capita CO<sub>2</sub> emissions : B

- $CR = A + B$

# Elzen's model indices

- 550ppm

$$\text{1st threshold} \cdot \text{CR-index} = 5$$

$$\text{2nd threshold} \cdot \text{CR-index} = 12$$

Cf. 650ppm

$$\text{1st threshold} \cdot \text{CR-index} = 12$$

$$\text{2nd threshold} \cdot \text{CR-index} = 20$$

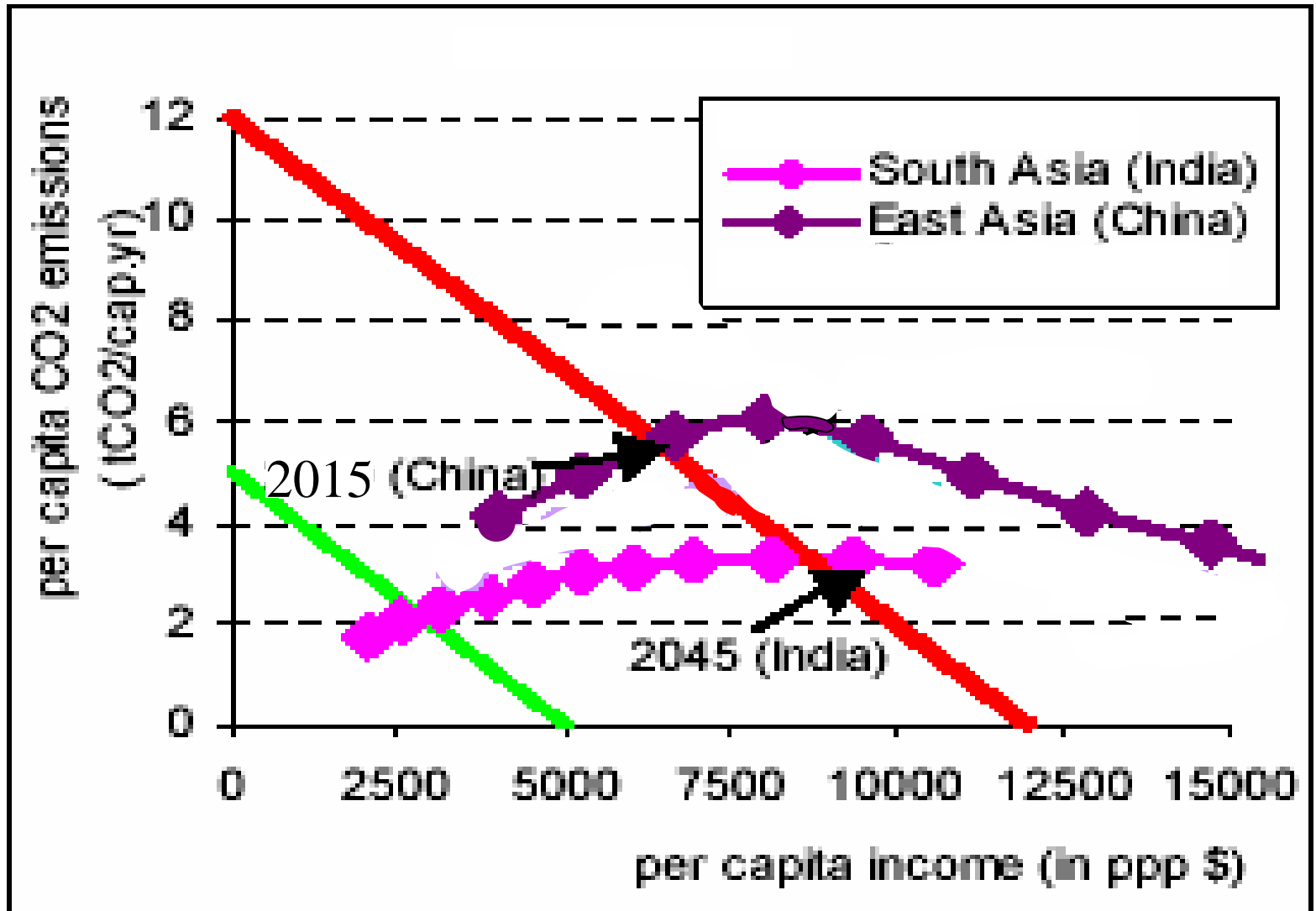
# CR-index

	1995		
	Per capita GDP	Per capita emissions	CR-index
	1000 PPP\$	tCO <sub>2</sub> -eq	
USA	28	26	54
Canada	24	21	45
Oceania	17	19	38
Japan	24	11	35
OECD Europe	20	11	31
Former USSR	5	12	18
Eastern Europe	7	9	15
Middle East	5	7	12
South America	7	5	12
Central America	5	5	10
Southern Africa	2	4	7
East Asia (China)	3	4	7
Northern Africa	3	3	6
South East Asia	3	3	6
South Asia (India)	2	2	4
Western Africa	1	1	2
Eastern Africa	1	1	2

Source: den Elzen (2004)



# CR-index



# Stage 1

No Commitment

# Stage 2

Limitation Target

• threshold

region	CAM	SAM	NAF	WAF	EAF
	2013	2013	2013	2055	2065
region	SAF	ME	SAS	EAS	SEAS
	2013	2013	2015	2013	2013

# Stage 2

Limitation Target

# Stage 3

Reduction Target

· threshold

region	CAM	SAM	NAF	WAF	EAF
	2015	2013	2050	2100	2100
region	SAF	ME	<b>SAS</b>	<b>EAS</b>	SEAS
	2060	2013	<b>2050</b>	<b>2015</b>	2030

## Formula of allocation in stage 3

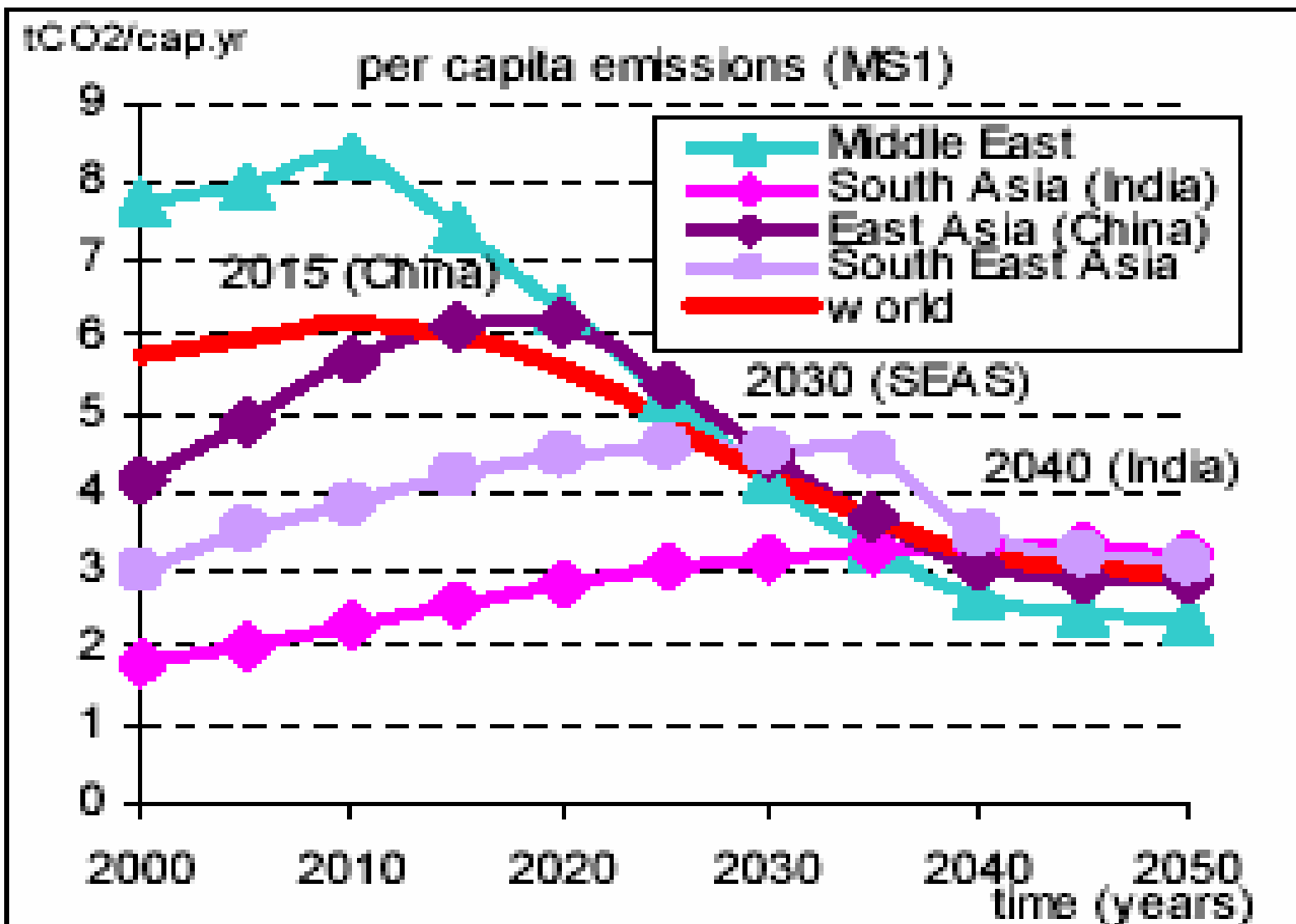
Share of each nation (=S)

=Emission  $\times$  Emissions per capita

Total emission reduction  $\times$  S

= Emission budget of each nation

# Convergence



## 3.2 Advanced Technology Development

$$\text{CO2 emission} = \text{energy conversion} \times \text{energy efficiency improvement} \times \frac{\text{GDP}}{\text{population}} \times \text{population}$$

The diagram illustrates the components of CO2 emission. It features a blue box with a red border containing the text 'energy conversion', a cyan box with a blue border containing the text 'energy efficiency improvement', a fraction with 'GDP' in the numerator and 'population' in the denominator, and the text 'population'. The components are connected by multiplication symbols ('x') and an equals sign ('=') on the left.

## 3.2.1 Definition

We define advanced technology as :

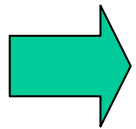
1. De-carbonizing technology which could diffuse in long term, not near term
2. De-carbonizing technology which could emerge in long term and would not exist in near term

## 3.2.2 Instruction for Advanced Technology Development

### 1. Inertia and capital stock turnover

#### ➤ Inertia

- Energy system has a lifetime of 30 years
- Technology development tends to be strongly biased towards existing modes



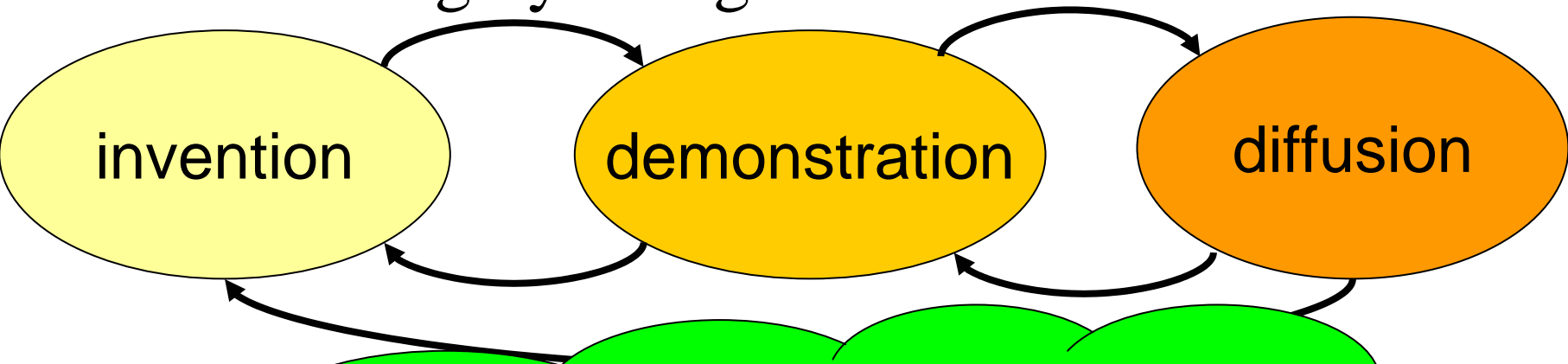
lock-in effect!!



## ➤ Capital stock turnover

- If adequate alternatives are available, almost complete transition at low cost is possible
- Delay in constraining emissions is not beneficial to industry
- If continued, carbon-intensive investments will have to be prematurely retired at large cost
- So, we need to accelerate transformation of energy system *as soon as possible!!*

## 2. Learning by doing



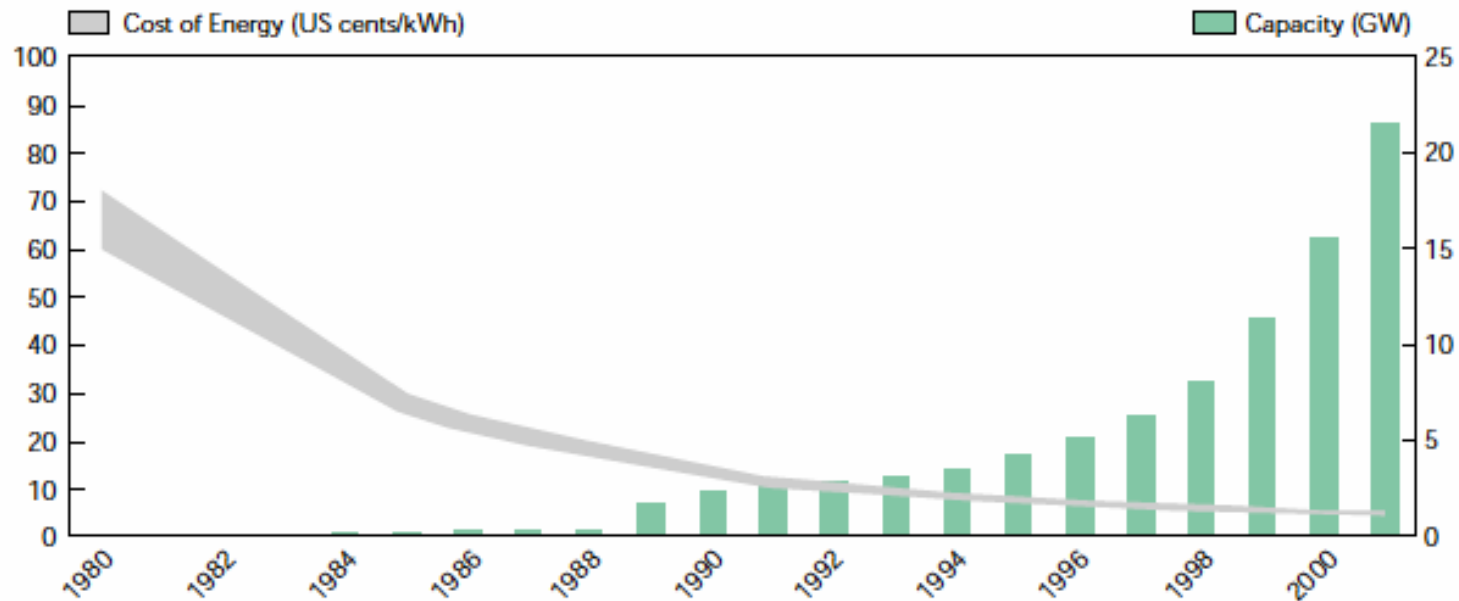
Abatement efforts will create corporate energy R&D towards developing de-carbonizing technologies

- Techno
- circ
- Go
- stap

## ➤ Example

- Current wind power circumstance

Figure 3-18. Cost and Capacity Trends in Wind Power, 1980-2001



Source: USDOE and IEA Statistics

source: IEA(2004x)

### 3. Appropriate policies in each stage promote advanced technology development

#### ➤ Invention stage

- government R&D is necessary

ex) Accumulative investments for PV system amount to JP¥160b

#### ➤ Demonstration & diffusion

- Renewable Portfolio Standard (quota system)
- emission trading & tax

## 4. International technology co-operation

- Implementation of advanced technology development would require large cost

### ➤ International collaboration

- Carbon sequestration Leadership Forum (Jun. 2003)
- International Partnership for Hydrogen Economy (Nov. 2004)

### ➤ Kyoto mechanism

- CDM, JI

 These efforts are carried out together, not separately