

29 April 2024

Contents

China's carbon market: leading the charge or empty symbolism?

Publication date: 26 March 2020

Gas Strategies Group

10 Saint Bride Street
London UK
EC4A 4AD

ISSN: 0964-8496

T: +44(0) 20 7332 9900
W: www.gasstrategies.com
Twitter @GasStrategies

Editorials

+44(0) 20 7332 9957
editor@gasstrategies.com

Subscriptions

+44(0) 20 7332 9976
subscriptions@gasstrategies.com



China's carbon market: leading the charge or empty symbolism?

- **Spot trading of emissions allowances had been slated for this year**
- **China favours carbon trading focused on emissions intensity rather than absolute cap**
- **Electricity tariffs do not favour coal-to-gas switching, even with a carbon price**
- **Covid-19-related economic slowdown pushes ETS launch down the list of priorities**

The imminent launch of China's nationwide emissions trading system (ETS) is generally expected to be a landmark event in the fight against climate change. For a natural gas industry looking for good news amid the carnage wrought by the Covid-19 pandemic demand shock and oil price war, there is hope that nationwide emissions trading in China could also act as a driver for coal-to-gas switching in the country's coal-heavy power mix, potentially shoring up demand for gas.



Consulting

+44 (0) 20 7332 9900
consult@gasstrategies.com



Alphatania Training

+44 (0) 20 7332 9910
training@gasstrategies.com



Information Services

+44 (0) 20 7332 9976
subscriptions@gasstrategies.com