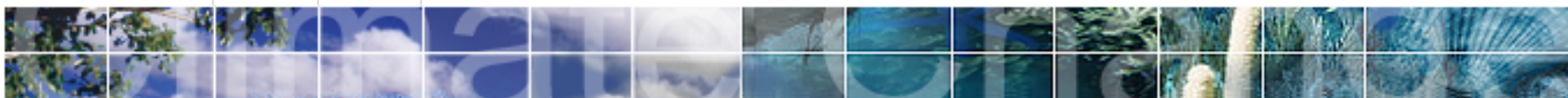


Shell Climate Change

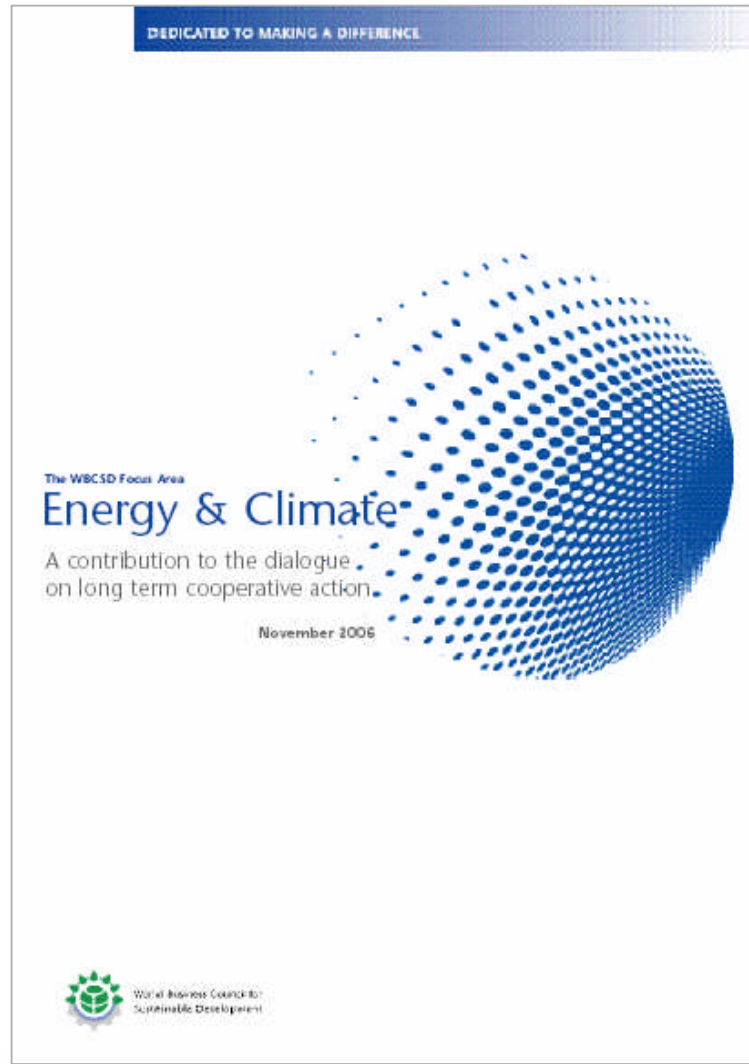


The importance of a linkage framework

David Hone
Group Climate Change Adviser
Shell International Ltd.



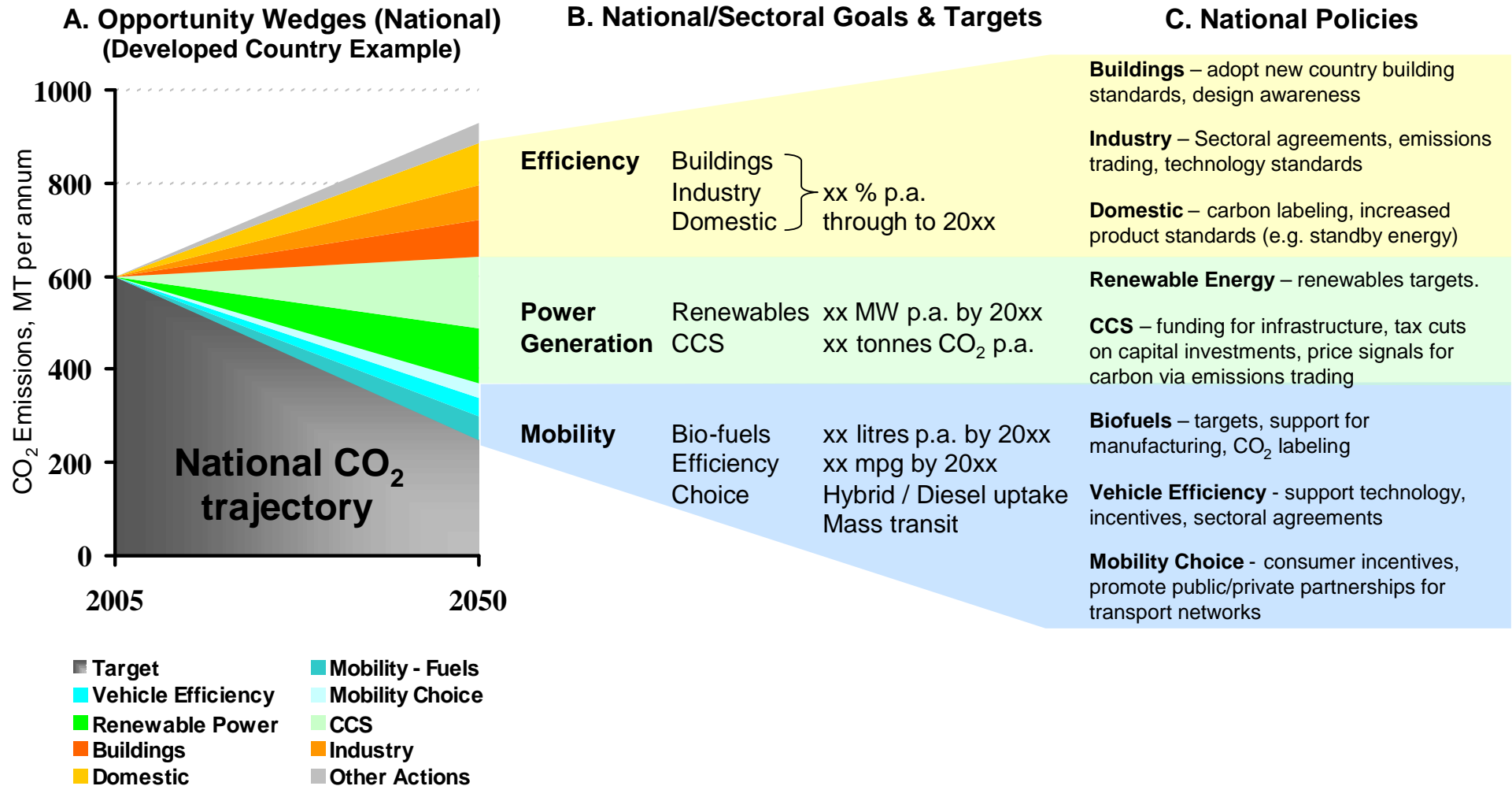
Recognising the potential of the market



The WBCSD contribution to the dialogue on long-term cooperative action recognises the crucial role of GHG markets, and illustrates how a variety of national approaches can still be combined into a global GHG market



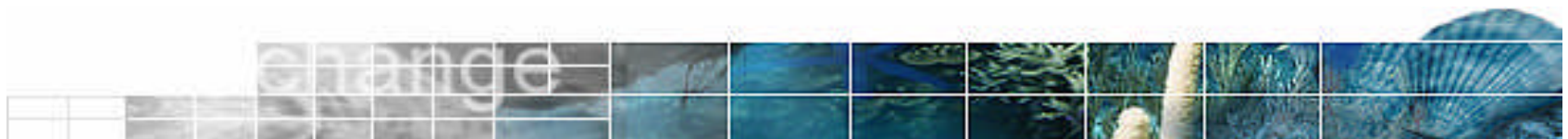
Opportunity starts at the national / sectoral level



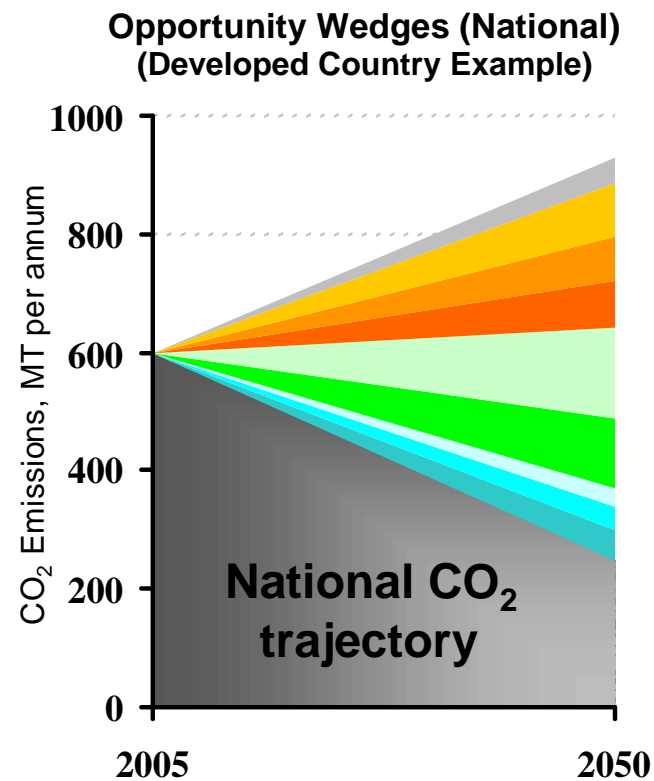
change

Step-by-step approach

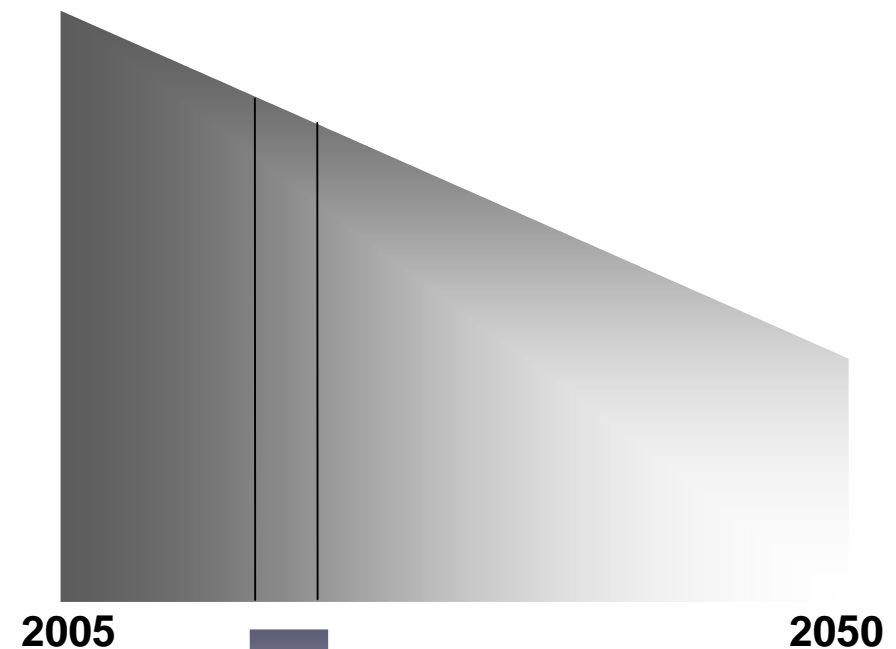
- A global long-term emissions trajectory acts as a catalyst for national / sectoral efforts.
- Not all nations / sectors will respond at once.
- But national / sector programs must come before entering into any international agreement.
- As programs are developed, they can be recognised as international projects or can attract allocation at the international level so they have a common trading currency.



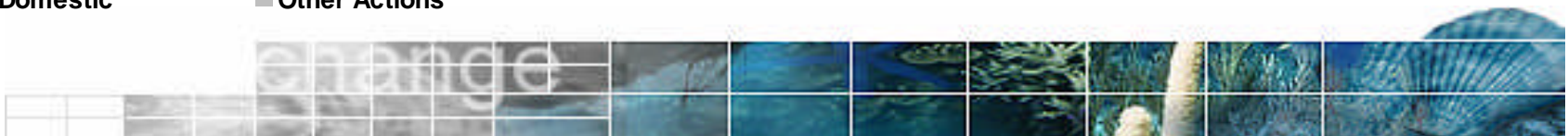
CO₂ targets and trading at national level



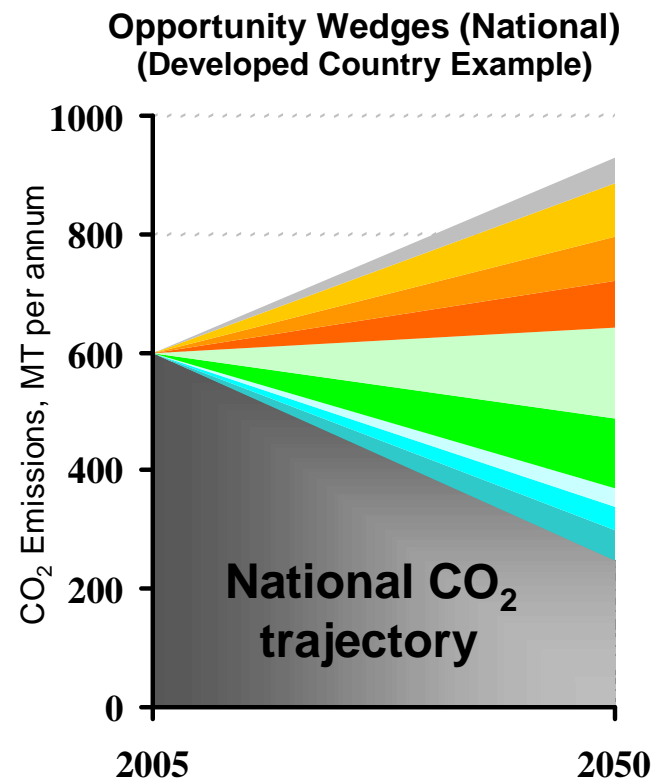
- Target
- Vehicle Efficiency
- Renewable Power
- Buildings
- Domestic
- Mobility - Fuels
- Mobility Choice
- CCS
- Industry
- Other Actions



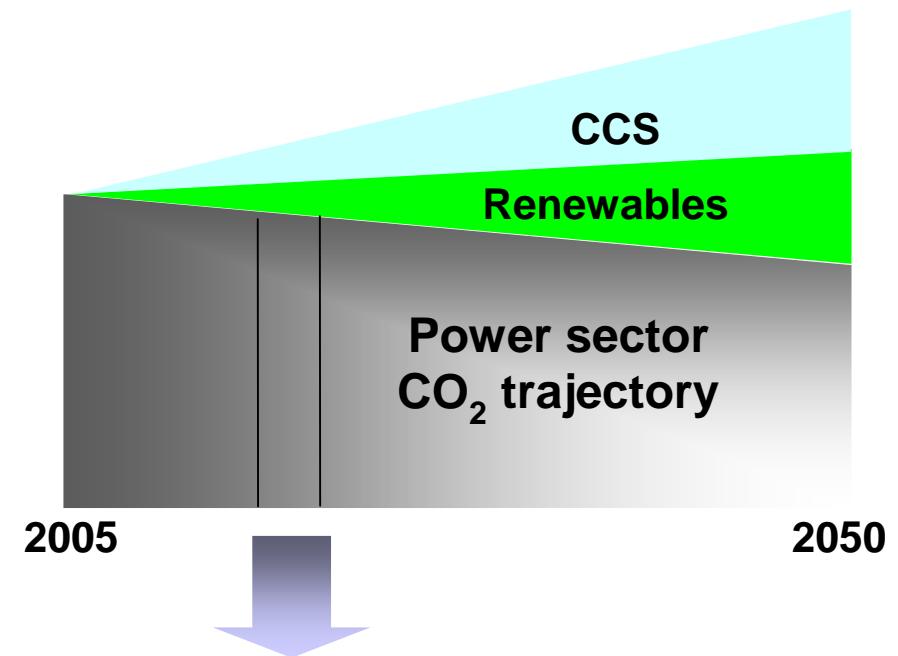
Trajectory for 2013 to 2018 for international allocation purposes.



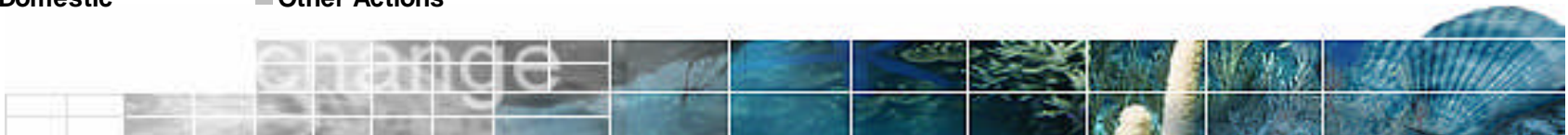
CO₂ targets and trading derived from sectors



- Target
- Vehicle Efficiency
- Renewable Power
- Buildings
- Domestic
- Mobility - Fuels
- Mobility Choice
- CCS
- Industry
- Other Actions



Trajectory for 2013 to 2018 for international allocation purposes.



Progressive Build-Up from National Programs

A global GHG market remains an important goal. But it is constructed bottom-up through a linkage framework, rather than a “big-bang” creation from the top.

