

Risks and opportunities of emissions permits for industry



SERVICE



Policy

SECTOR



Industry & Infrastructure

REGION



North America

CHALLENGE

- Wanted clarity on risks and opportunities faced under a forthcoming greenhouse gas cap-and-trade system
- Needed to understand its own performance compared to its peer group, cost implications and options to capitalise on emissions trading

ACTIONS

- Studied the likely legislative and programmatic frameworks under which a new cap-and-trade system would operate
- Benchmarked the company's performance against its peers
- Identified cost implications under different stringencies, compliance timelines and coverage scenarios
- Recommended no-regrets improvements to save money and emissions in the short term, and that would not negatively impact the company's position under a future trading regime

RESULT

- The findings were presented to the oil & gas company's Board
- Risks were factored into decision-making
- Savings opportunities were highlighted at Board level to trigger investment into options with fast return-on-investment