**The inclusion of hydrogen in the EU CBAM Preliminary stock-take**

**\*\*\* Agenda \*\*\***

**This meeting is under Chatham House Rule**

**Date**: 01.02.2023

**Time:** 15.00 p.m. – 16.30 p.m.

**Location:** Public hybrid meeting (ERCST’s offices, Rue Archimède 61, 1000 Brussels) and zoom.

On December 13th the European Parliament and the Council reached a political agreement to introduce an EU Carbon Border Adjustment Mechanism. Although not part of the initial European Commission Proposal, CBAM will also apply to hydrogen together with cement, iron and steel, aluminium, fertilisers, and electricity.

During this meeting we will take stock of the implications of the inclusion of hydrogen in the EU-CBAM. This preliminary discussion and exchange of ideas will inform an ERCST report that will build on the same methodological approach used by ERCST for the analysis of other sectors (i.a. chemicals, electricity, fertilisers, ferrous metals etc.). [(See ERCST sectorial deep dive report)](https://ercst.org/wp-content/uploads/2021/03/20210317-CBAM-II_Report-I-Sectors.pdf)

**15.00 ERCST CBAM team, preliminary remarks**

* A. Marcu
* A. Cosbey
* M. Mehling

**Panel discussion
Chair**: A. Marcu, Executive Director ERCST

**15.15 Market structure**

|  |
| --- |
| * How will the inclusion of hydrogen in the EU CBAM affect the development of the EU hydrogen market?
* What is the rationale behind the inclusion of hydrogen in the EU CBAM?
* O. Imbault, ERCST
 |

**15.30 Environmental considerations**

|  |
| --- |
| * Will CBAM be sufficient to avoid the risk of carbon leakage for hydrogen?
* Will the EU CBAM contribute to a hydrogen production emissions reduction outside the EU?
	+ - * P. Mathieu, EDF
			* D. Nochevnik, Hydrogen Council
 |

**15.45 Trade patterns and other considerations**

|  |
| --- |
| * Is there a real danger of substitution or circumvention through carriers and derivatives?
* Should downstream products also be covered?
	+ - * B. Bonnet-Cantalloube, Hydrogen Europe
			* T. Wlostowski, Grupa Azoty
 |

**16.00 Q&A and Debate**

**16.30 End of the meeting**