

EU drivers

Ambitious reduction targets ahead, lack of recent reductions, agriculture only sector outside ETS





National drivers

DAFC 2019: Net zero emissions from danish agriculture by 2050

Political agreement in parliament 2021: Emissions from agriculture reduced with 55-65 % by 2030

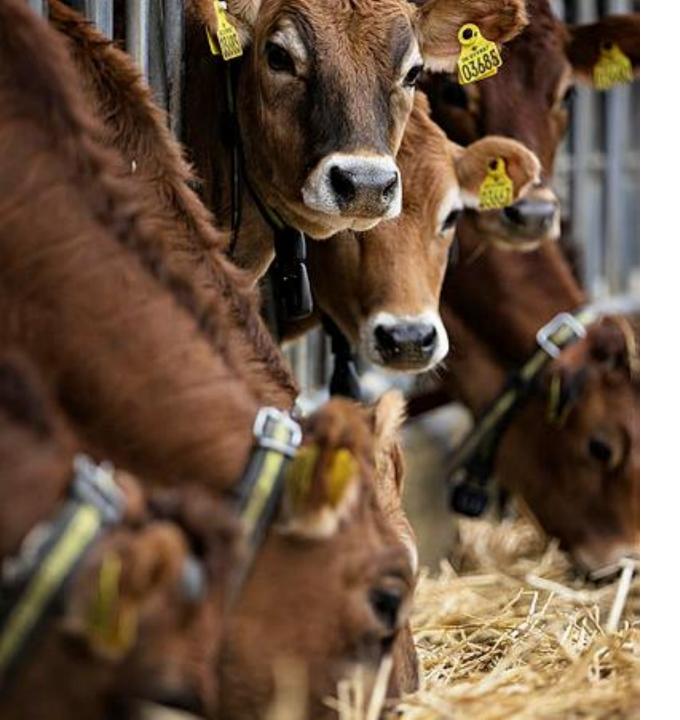
In pipeline: Tax on CO2-emissions from agriculture

Thoughts on incentives and set-up (I)

Positive incentives for farmers

- Rewarding farmers taking action there must be an upside
- Ambitious, yet realistic reduction targets
 - Biological processes are different from most industries
 - Promoting development and <u>not</u> cuts in production! Remember global demands and risk of leakage.





Thoughts on incentives and set-up (II)

Advice and financial support is key

- Awareness and knowledge transfer must be supported – benefits for farmers in all member states
- The toolbox: Investments in research, development and implementation of new techniques / technologies is vital





Thoughts on incentives and set-up (III)

All farmers must join and contribute

- Most and significant benefits to the best farmers: Surplus of allowances (additional income) or less efforts in a period
- Effort sharing regulation holds no place in a future with heavy reduction targets
- EU farmers as drivers for global green transition

