# IMO action on reducing GHG emissions from international shipping

ISCC Technical Stakeholder Meeting – Sustainable Marine Fuels– Thursday, 26 January 2023

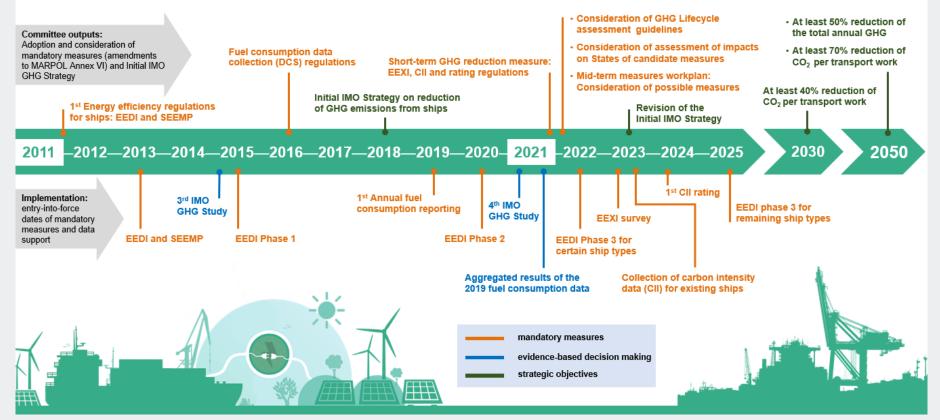
Mr. Camille Bourgeon IMO Secretariat



# GHG reduction: Over a decade (2011-2022) of mandatory IMO energyefficiency requirements in MARPOL Annex VI

### Addressing climate change

A decade of **regulatory action** to cut GHG emissions from shipping: towards phasing out GHG emissions from international shipping as soon as possible in this century



See: https://www.imo.org/en/MediaCentre/HotTopics/Pages/Cutting-GHG-emissions.aspx



ANIZATION

MARPOL Annex VI: Defining binding regulations aimed at reducing air pollution from ships

MARPOL is the International Convention for the Prevention of Pollution from Ships, adopted in 1973

### MARPOL Annex VI on Air Pollution from Ships:

- additional protocol to the Convention adopted in 1997
- ratified by 105 States 97% of world tonnage
- contains binding requirements which are enforced globally by flag States and port States
- Chapter 3 regulates air pollution: sulphur content of bunker fuels ("IMO2020") – emission control areas (ECAs), NOx emissions from engines, etc.
- Chapter 4 regulates carbon intensity of ships (GHG emissions)





# GHG reduction: Over 10-years of mandatory IMO energy-efficiency requirements in MARPOL Annex VI

Ship Energy Efficiency Management Plan (SEEMP)

Since 2013: Each ship shall have a ship-specific SEEMP on board

#### **Energy Efficiency Design Index (EEDI)**

Since 2015: Gradually **more stringent energy efficiency performance** of **new build ships** under subsequent EEDI phases

IMO's Fuel Consumption Data Collection System (DCS)

Since 2019: Ships over 5,000 gt to report annual fuel consumption data to their Administration; forwarded to IMO
2021: 109 Administrations - 28,171 ships - 212 million tonnes of fuel



# Implementing the 2018 Initial IMO Strategy on Reduction of GHG emissions from ships



# Implementing the Initial IMO GHG Strategy: IMO's short-term measure to reduce the carbon intensity of the global fleet



- MEPC 76 (June 2021): following a 'comprehensive impact assessment', of possible impacts on States, adopted binding requirements to reduce carbon intensity of the world fleet: EEXI, CII rating and enhanced SEEMP
- Implementation guidelines were adopted thereafter
- Entry-into-force November 2022 review/strengthening by 2026

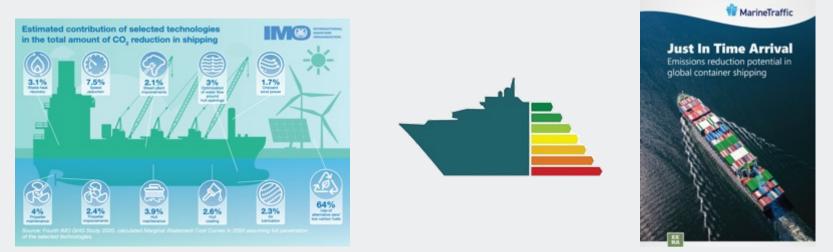
Enhanced involvement of the maritime value chain in the energy efficiency performance of a ship

IMO's CII is a valuable tool for Administrations, ports, and other stakeholders, incl. financial sector, cargo owners, to enhance their involvement and provide incentives to most energy efficient ships



# The short-term IMO GHG reduction measure: enhanced involvement of the maritime value chain in a ship's energy efficiency performance

- Continuous energy efficiency improvements of existing fleet is of key importance to reduce the world's fleet overall energy needs and facilitate take-up of (more expensive) alternative fuels
- The short-term measure provides relevant building blocks for future GHG reduction measures



- Review of the measure to be concluded by 2026. Need to build experience, collect data in the first years of implementation and provide input to the review process
- Role of **biofuels** in CII compliance?



# **Outcome of MEPC 79: Revision of the Initial IMO GHG Strategy**

- MEPC 79 considered the report of ISWG-GHG 13 (5-9 December 2022)
- A working group on Reduction of GHG emissions from ships was established

The Committee reaffirmed its commitment to:

- adopt a revised IMO GHG Strategy by MEPC 80 (3-7 July 2023)
- revise the IMO GHG Strategy in all its elements
- including a strengthened level of ambition

#### **Revised resolutions adopted on voluntary measures**

 MEPC 79 adopted revised resolutions on voluntary cooperation with ports and on national action plans to include references to cooperation through the whole value chain, to create favourable conditions to reduce GHG emissions from ships through shipping routes and maritime hubs



# Outcome of MEPC 79: Development of mid-term IMO GHG reduction measures

#### Workplan adopted at MEPC 76

- Phase I Collation and initial consideration of proposed measures
- Phase II Assessment and selection of measure(s) to further develop
- Phase III Development of (a) measure(s) to be finalized within (an) agreed target date(s)

#### The Committee noted progress on this issue:

- Increased convergence on the development of a basket of measures consisting of both technical (e.g. GHG fuel standard) and economic elements (e.g. levy)
- Promote the energy transition of shipping and provide the world fleet the needed incentive to decarbonize while contributing and ensuring a level playing field and a just and equitable transition
- MEPC 80 to identify which mid-term measure(s) to develop further in priority

#### Life Cycle GHG assessment guidelines (LCA Guidelines)

 MEPC 79 considered the interim report of the Correspondence Group on LCA guidelines which will allow for a Well-to-Wake calculation of total GHG emissions related to the production and use of marine fuels



# Outcome of MEPC 79: Development of guidelines on life cycle GHG intensity of marine fuels (IMO LCA guidelines)

#### **Correspondence Group's tasks**

- 1. identify main initial fuel production pathways and feedstocks
- 2. further consider **sustainability criteria issues** and further develop the Fuel Lifecycle Label (FLL)
- 3. develop **methodologies** that allow for the calculation of Well-to-Tank, Tank-to-Wake and entire Well-to-Wake GHG emissions **default values**
- 4. develop procedures that allow for the continuous **review** of emissions **default values**
- 5. develop guidance for **third-party verification and certification schemes** (*e.g.: scope of third-party verification, criteria for recognizing certification schemes*)

What's next? **ISWG-GHG 15** (26-30 June): finalization of LCA Guidelines **MEPC 80** (3-7 July): adoption of IMO LCA Guidelines



### Study on the readiness and availability of low- and zero-carbon technology and marine fuels

#### Analysis of the **availability and readiness of future fuels and technologies** to assess the feasibility of a series of GHG reduction scenarios

#### Report to be submitted to MEPC 80

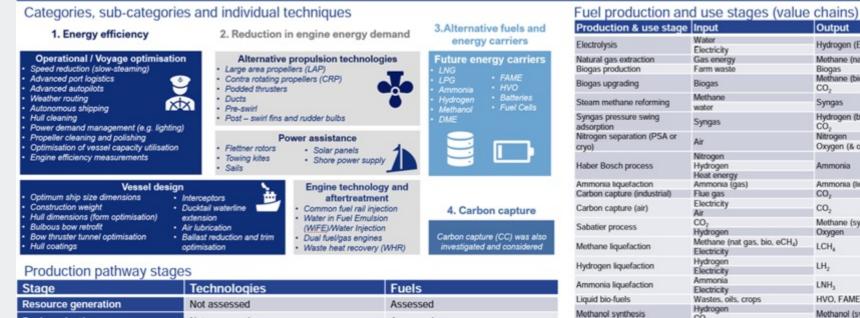
Not assessed

Not assessed

vessels

Assessed (shipyard capacity from Task 2)

Assessed separately for new & existing

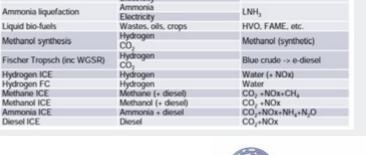


Assessed

Assessed

existing vessels

existing vessels



Output

Biogas

Syngas

Nitrogen

Ammonia

Ammonia (liquid)

Methane (synthetic)

CO,

CO,

CO,

CO,

Oxygen

LCH,

LH,

Methane (bio)

Hydrogen (Electrolytic)

Methane (natural gas)

Hydrogen (blue or bio)

Oxygen (& other traces)

### **MARPOL AT 50** DUR COMMITMENT GOES ON

Supply/refuelling/manufacturing

**Fuel production** 

**On-board storage** 

Propulsion

Assessed separately for new &

Assessed separately for new &

Diesel ICE

### To be continued...

#### **Next steps**

- o ISWG-GHG 14 (20-24 March 2023)
- ISWG-GHG 15 (26-30 June 2023)

main focus on:

(1) revision of the Strategy;

- (2) further consideration of a basket of mid-term GHG reduction measures
- (3) further revision of the IMO DCS

(4) final report of the Correspondence Group on LCA guidelines

#### • MEPC 80 (3-7 July 2023):

(1) adoption of the Revised Strategy;
 (2) end of Phase II and beginning of Phase III for the development and finalization of mid-term measures
 (3) adoption of LCA guidelines
 More to come...





# Thank you for your attention



INTERNATIONAL MARITIME ORGANIZATION