# **Towards a low-carbon society**

#### Presentation by Iceland at AWG-3 Round Table Session

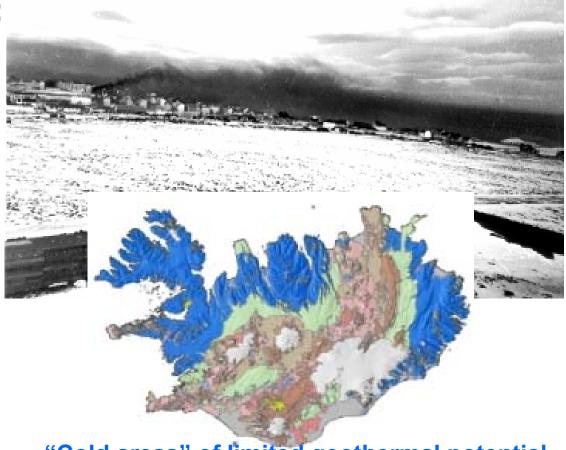
Hugi Ólafsson Ministry for the Environment

### From coal to renewables – a short history

Coal smoke over Reykjavík, around 1930

Three prerequisites:

- Resources
- Capacity to utilize
- Government stimulation of technology development and deployment

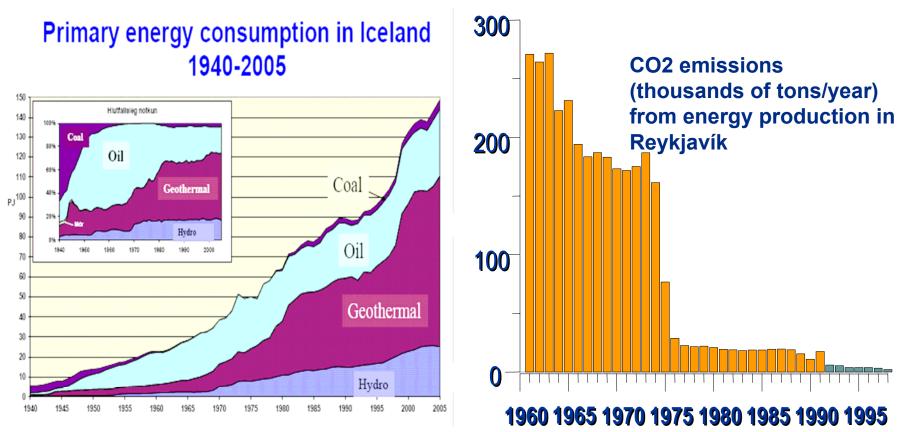


"Cold areas" of limited geothermal potential

### De-carbonization – energy production:

#### **Energy production = 4% of total emissions**

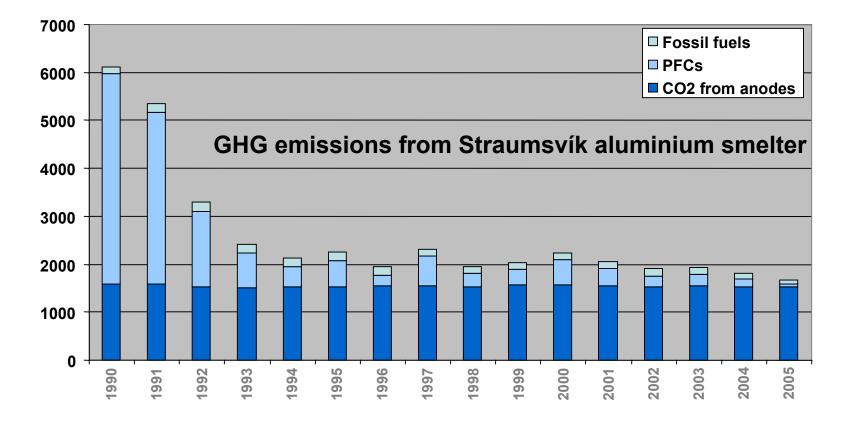
- Emissions from energy production = 88 thousands tons; would be around 10 million tons CO2 with fossil fuels
- Small CO2 emissions from geothermal fields; research on carbon mineralization in geothermal fields



## De-carbonization – Industrial processes:

#### Industrial processes = 25% of total emissions

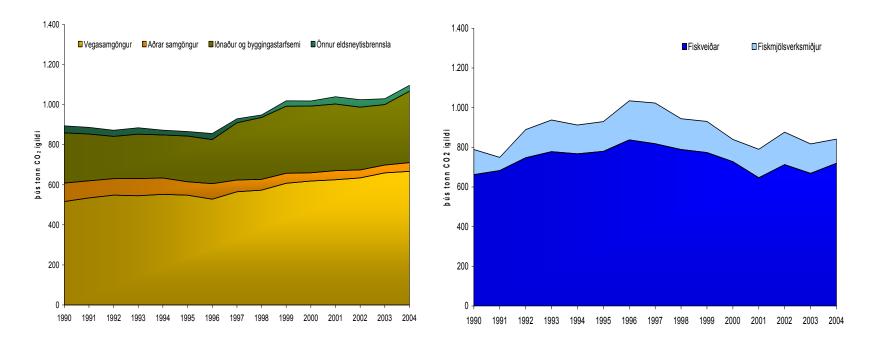
- Renewable energy + strong limits on PFCs = big drop in emissions
- Aluminium smelters in Iceland emit about 35-40% of world average per ton produced
- Decision 14/CP.7: international pressure on making energy-intensive projects climate-friendly
- Future: Carbon-free anodes? Almost GHG-free process?



### De-carbonization – fuel use:

#### Fuel for transport (20%) and fisheries (22%) = 42%

- Big fishing industry need for assessing carbon efficiency
- Transport; growth in road transport probably least carbon-efficient sector in Iceland
- Economic incentives for climate-friendly vehicles and fuels
- Research on new technologies (hydrogen, fuel-saving in ships)

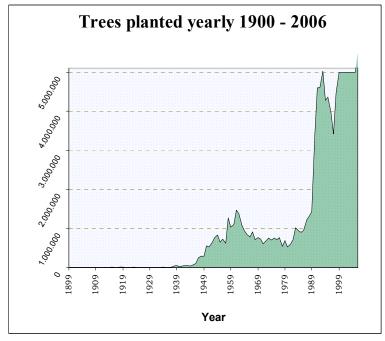


### De-carbonization – land use:

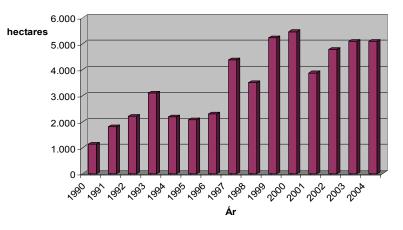
#### Agriculture (13%)

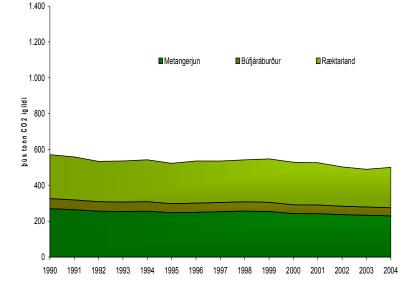
#### and land reclamation (-7%)

- Livestock raising (net emissions)
  declining
- Afforestation and revegetation (net removal) increasing
- Great potential for carbon sequestration in soil and vegetation



New revegetation areas, ha 1990-2005





### Some conclusions and lessons learned

- Iceland has effectively decarbonized its stationary energy sector – other countries with abundant clean energy sources can do the same
- Iceland has set up foundations for "phase 2" of decarbonization, with transport and fisheries as main targets – will take some time to achieve
- International context of actions is essential
- Small parties should face same pressure to de-carbonize their economies and individual sectors as big parties
- Focus on sector performance helps in constructing a fair international regime (burden-sharing) and in bringing sustained pressure on emission cuts where they are most effective and least costly